Released: November 30, 2021

CALIFORNIA DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT CALIFORNIA ARREARAGE PAYMENT PROGRAM (CAPP) CAPP PROGRAM NOTICE NO. 2021-10

The purpose of this official correspondence is to provide implementation information and guidance to the general public and state energy utility service providers regarding the California Arrearage Payment Program (CAPP) administered by the Department of Community Services and Development (CSD).

CAPP PROGRAM NOTICE NO. 2021-10

TO: ALL ENERGY UTILITY COMPANIES

SUBJECT: CALIFORNIA ARREARAGE PAYMENT PROGRAM (CAPP)

ALLOCATIONS FOR DIRECT ACCESS ELECTRICITY LOAD-

SERVING ENTITIES

DATE: November 30, 2021

REFERENCE: Government Code Section 16429.5

Assembly Bill 135 (Chapter 85, Statutes of 2021)

CAPP-PN 2021-06 CAPP-PN 2021-06-E CAPP-PN 2021-06-E2 CAPP-PN 2021-08

The purpose of this CAPP Program Notice (CAPP-PN) is to communicate individual Direct Access Electricity Load-Serving Entity (DAE LSE) allocations of CAPP funds (also referred to as CAPP Allocations) awarded to Investor-Owned Utility (IOU) partners. Government Code Section 16429.5(g) requires electric IOUs to credit funding received through CAPP against customer charges owed to the utility and other load-serving entities serving the customer in proportion to their respective share of customer arrearages. Previous CAPP-PNs (2021-06, 2021-06-E, 2021-06-E2) conveyed the methodology used by CSD to determine utility CAPP Allocations, including allocation shares for Community Choice Aggregators (CCAs).

CAPP Allocations for each of the three electric IOUs (Pacific Gas & Electric, Southern California Edison, and San Diego Gas & Electric) that partner with DAE LSEs were determined using the calculation described in CAPP-PN 2021-06. To determine DAE LSE utility arrearages, CSD instructed the three electric IOUs to report the CAPP-eligible arrearages associated with each of their DAE LSEs. CSD then divided each DAE LSE's reported arrearages by the partner IOU's total arrearages to determine the percent of DAE LSE-to-IOU arrearages and multiplied the IOU's allocation by this percentage to establish each DAE LSE's allocation share of an IOU allocation.

Please see <u>Attachment 1</u> for the spreadsheet containing each DAE LSE's allocation determination and reported arrearages. This spreadsheet is a supplement to the CAPP Utility Arrearages and Allocations spreadsheet last updated in CAPP-PN 2021-06-E2.

For guidance on the distribution of CAPP Benefits to DAE LSE customers, please review CAPP-PN 2021-08 and CAPP-PN 2021-06 for prioritizing the issuance of CAPP Benefits across the four customer priority categories.

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All CAPP-PNs, along with release dates of crucial CAPP implementation phases and state energy utility responses are posted on CSD's public-facing <u>website</u>.

If you have questions or need additional guidance regarding CAPP, please contact CSD at CAPP@csd.ca.gov.

Sincerely,

DAVID SCRIBNER

Director

Direct Access Electricity Load-Serving Entities Under Partner Investor Owned Utilities

Utility Name DAE LSE Name	Total Arrears Reported to The Department	Percent of Total Arrearage Within Applicable IOU (Rounded to 0.0000%)	Total IOU Allocation	DAE LSE Allocation Based on Percentage of Total Arrearage (Rounded to the nearest dollar)
Pacific Gas and Electric Company	753,708,760		340,871,790	
Just Energy Solutions	262,345	0.03480%		118,623
Pilot Power Group, Inc.	27,123	0.00360%		12,271
Direct Energy Business Marketing, LLC	18,778	0.00250%		8,522
Tiger, Inc.	61,976	0.00820%		27,951
San Diego Gas and Electric Company	138,268,685		62,533,283	
Pilot Power Group, Inc.	5,143	0.00370%		2,314
Three Phases Renewables ¹	292	0.00021%		131
Southern California Edison Company	454,182,820		205,409,417	
Just Energy Solutions	14,275	0.00310%		6,368
Three Phases Renewables ¹	232	0.00005%		103

¹Three Phases Renewables percentage of arrearage rounded to 0.00000% in order to retrieve data and prevent a zero allocation.