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Efficiency + Demand Management

COUNCIL

Advancing Our Clean Economy

Weekly Member Policy Call

May 29, 2026

REC

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Today's Agenda

- Announcements
- Policy Updates
  - Demand Response Bridge Funding Proceeding
  - SDG&E Application to Withdraw from EE
- Legislative Priorities
- Q&A

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Announcements

Events:

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- June 3: Meet & Confer in R.25-09-004 (DR Bridge)

Events:

June 5: CPUC/CAISO Workshop for R.21-06-017 (High DER), Track II

- CAISO hosting DER Visibility and TSO-DSO Coordination Workshop
- CAISO requested CEDMC participate – in person at CAISO/virtual
- Meeting details to come

Events:

June 10: CEC/EPRI Electrification Summit

- Time: 8 AM - 5:30 PM
- In-person only at California Natural Resources Agency
  - 715 P Street, Sacramento
  - Space is limited, so register early
  - Registration closes May 29
- Agenda available on event page

Events:

June 18: Demand and Distributed Energy Market Integration meeting *(Proposed Date)*

- Time: 1 -4 PM
- Purpose: Review feedback from comments on straw proposal and issue paper
- In person and online – details coming when confirmed

Events

June 19: Prehearing Conference A.26-03-009 et. al.

- Time: 1:30 PM
- Webex
- Webinar number: 2480 745 4382
- Webinar password: 2026
- Additional information in ALJ Ruling

Objective: Discuss scope and schedule of proceeding

PHC Statements permitted - by June 8, 2026.

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Policy Updates

Demand Response R.25-09-004
DR Bridge Year Reply Comments

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Overall Stakeholder Direction

- Broad support for extending ELRP through 2028–2029
- Strong support for preserving A.4 VPP and A.5 VGI pathways
- Most parties view ELRP as a critical bridge reliability resource
- Significant disagreement remains regarding:
  - incentive levels,
  - dispatch structures,
  - affordability,
  - and future cost-effectiveness requirements

Demand Response R.25-09-004 Major Themes Across Reply Comments

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Broad ELRP Continuation Support

- Majority of stakeholders supported ELRP extension
- Reliability uncertainty and electrification growth repeatedly cited
- Only Public Advocates opposed continuation in current form

Strong Support for A.4 / A.5

Stakeholders emphasized importance of:

- behind-the-meter batteries,
- exporting DERs,
- EV managed charging,
- and vehicle-grid integration

DSGS as a Model

Frequently supported DSGS-inspired concepts:

- streamlined enrollment,
- device-level metering,
- market-based triggers,
- broader DER eligibility,
- performance-based structures

Demand Response R.25-09-004 Key Areas of Disagreement

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DER / Aggregator Perspective (CALSSA, Leap, Voltus, Tesla, VGIC, SBUA)

- Preserve incentives and dispatch minimums
- Expand dispatch opportunities
- Protect DER participation certainty
- Avoid weakening ELRP before replacement pathways exist

Affordability / Accountability Perspective (Public Advocates, UCAN, portions of TURN/utility comments)

- Reduce ratepayer exposure
- Increase cost-effectiveness oversight
- Limit dispatch minimums/incentives
- Tie ELRP more closely to true emergency conditions

Demand Response R.25-09-004 Next Steps

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Joint Case Management Statement

- CEDMC filed May 27
- *PG&E is noticing a Meet and Confer for June 3, 2026, 3-4pm, to finalize the Jt. Statement in time for the June 11 filing. The updated consolidated table will be filed with the Jt. Statement.*
  - Microsoft Teams meeting
  - Join: https://teams.microsoft.com/meet/248157837725 56?p=dW8DG7f9m26rwsN2Xh
  - Meeting ID: 248 157 837 725 56
  - Passcode: Yt2NW7xN

  - Dial in by phone
  - +1 415-906-0873; 698000120# United States, San Francisco
  - Phone conference ID: 698 000 120#

SDG&E A.25-04-014 Settlement Agreement

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May 1 Settlement Agreement (SDG&E/PAO)

1. SDG&E's Application is reasonable, consistent with law, in the public interest and should be approved
2. SDG&E will withdraw from administration of its regional EE programs and its regional C&S programs
3. New, expanded, or incremental EE programs/budgets authorized after the Settlement, in SDG&E's service territory will meet the cost-effectiveness requirements applied to IOUs
4. Settling Parties will submit joint filing outside this proceeding proposing Commission expedite consideration of cost-effectiveness standards statewide and apply them to all PAs that administer EE programs with ratepayer funds

SDG&E A.25-04-014
CEDMC Response to Settlement

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June 1 CEDMC Response to Settlement Agreement

1. CEDMC doesn't take a position on Terms 1 and 2; but does disagree with the rationale provided by SDG&E for its proposed withdrawal
2. Terms 3 & 4 involve changing the cost-effectiveness obligations of non-IOU PAs who are providing gap programs in an IOU territory and then applying the IOU cost effectiveness obligations beyond the scope of the current proceeding.
3. CEDMC does not agree that cost-effectiveness rules need to be the same for all PAs, particularly given the very different statutory roles of non-IOU PAs
4. SDG&E mischaracterizes cost-effectiveness/performance claims
5. SDG&E fails to quantify costs or demonstrate net benefits
6. Settlement Agreement ignores the cost of program disruption
7. Settlement Agreement doesn't discuss alternatives to discontinuation
8. Affordability is not served by reducing program effectiveness

Regulatory Calendar

- June 1: Opening Comments on A.25-04-014 Settlement Motion
- June 3: Meet & Confer in R.25-09-004 (DR Bridge)
- June 5: CPUC/CAISO Workshop for R.21-06-017 (High DER), Track II
  - CAISO hosting DER Visibility and TSO-DSO Coordination Workshop
  - CAISO requested CEDMC participate – in person at CAISO/virtual
  - Meeting details to come

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Legislative Updates

Legislative Priorities

- CEDMC Priority Bill List - May 2026
- Governor's Race
- CEDMC to sign support letter for 943

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Discussion and Questions

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Thank You!

Please contact us if you have any questions.

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