

ALTERNATIVE WORKING PROPOSAL
FROM AReM AND SENA

Customer-Funded Renewable Energy Procurement Option

[for discussion purposes only and subject to further review and approval by all parties]

A. Modification to Structure of the *Share the Sun* Program:

SDG&E will acknowledge that third parties (including, but not limited to ESPs and CCAs) can participate in *Share the Sun* either as developers or as aggregators of customers working with developers.

B. Modification to Structure of the *SunRate* Program:

The program will be modified to provide that bundled customers can buy some or all (50%, 75% or 100%) of their energy from a selection of competitive renewable portfolios offered by third party suppliers, including, should it so elect, a portfolio offered by an unregulated competitive affiliate of SDG&E. The participating suppliers will be listed on SDG&E's website, which will include enrollment tools. As provided in SDG&E's proposal, customers may subscribe monthly (minimum of a one-year term) or lock in a longer subscription for 5, 10 or 15 years. Participating suppliers will negotiate price terms with participating customers. SDG&E will pay the supplier the customer's applicable generation rate, and will recover this generation rate from participating customers through the bundled procurement price.

C. Posting:

The CPUC website and SDG&E website will provide a link to names and websites of suppliers under both *Share the Sun* and *SunRate*.

D. Periodic Review:

On an annual basis during the pilot period, the Commission will convene a workshop to review participation in the program and discuss whether modifications are necessary, provided that any modifications will be adopted on a prospective basis only, and will not impact existing agreements. SDG&E will maintain a list of customers participating in the Program and load served and will provide this information direct to the Commission at the start of each Periodic Review.