

**ICNU Data Request 26.77**

Please refer to GND-5T, page 34, lines 17-19. Does Mr. Duvall agree that since 2006 there has only been one meeting of the Oversight Committee and that at that meeting the Company announced its unilateral decision to change the modeling of Cal ISO transmission costs in the WCA model? If you do not agree, please explain.

**Response to ICNU Data Request 26.77**

No. The change to the modeling of Cal ISO transmission costs in the WCA model was a compromise that the Company made after reviewing ICNU's Fifth Set of Data Requests in the Company's general rate in 2008, Docket No. UE-080220, and the fact that the majority of the Cal ISO fees were incurred for transactions on the east side of the Company's system. Please refer to Dr. Hui Shu's testimony in the Company's general rate case in 2009, Docket No. UE-090205, specifically beginning on page 12, line 22.

PREPARER: Hui Shu

SPONSOR: Gregory N. Duvall