

**TRANS BAY CABLE LLC (U-934-E)
SUPPLIER DIVERSITY PROGRAM REPORT FOR
CALENDAR YEAR 2011 AND 2012 ANNUAL PLAN**

**Trans Bay Cable LLC
2011 Annual Report & 2012 Annual Plan**

TABLE OF CONTENTS

G.O. 156 Section	Description	Page Number
2011 Annual Report		
	Introduction and Executive Summary	3
1.1.1	Description of Program Activities – Internal & External	4
1.1.2	Utility Supplier Diversity Program Annual Results – Statistical Reports	5
1.1.3	Description of the Progress in Meeting or Exceeding Set Goals	6
1.1.4	List of Diverse Supplier Complaints	6
1.1.5	Description of Efforts to Recruit Diverse Suppliers in Low Utilization Categories	6
2012 Annual Plan		
2.1.1	Short-Term, Mid-Term and Long-Term Goals	7
2.1.2	Description of Planned Program Activities – Internal & External	7
2.1.3	Plans for Recruiting Diverse Suppliers in Low Utilization Areas	7
2.1.4	Plans for Subcontracting	8
2.1.5	Plans for complying with the Utility Supplier Diversity Program Guidelines	8

2011 Annual Report

EXECUTIVE SUMMARY

Trans Bay Cable LLC (“TBC”) respectfully submits its 2011 Annual Report and 2012 Annual Plan for the Utility Supplier Diversity Program, in compliance with the requirements of California Public Utilities Commission (“CPUC”) General Order No. 156 (“G.O. No. 156”). This annual report describes the program activities and results achieved by TBC for the period January 1, 2011 through December 31, 2011, and the Annual Plan covers January 1, 2012 through December 31, 2012. TBC's first full year of commercial operation was 2011. Thus, this is TBC's initial Annual Diversity Program Report (for calendar year 2011) and its initial Annual Plan (for calendar year 2012). As a result, TBC did not have a formal Annual Diversity Plan in place for 2011. TBC nonetheless has prepared the analysis that is required for Annual Diversity Program Reports and has set forth herein the results for calendar year 2011.

INTRODUCTION

TBC is an energy transmission company in the San Francisco Bay Area. TBC’s facilities consists of a 53-mile, 400 Mega Watt electrical submarine transmission line located beneath the adjoining bays of San Francisco, San Pablo and Suisun, connecting generation in the area of Pittsburg, California with the city of San Francisco, California.

Summary of Results:

- Approximately 4.2% of TBC’s vendor procurement has been with verified WMDVBES¹.

In total, TBC spent approximately \$480,000 with WMDVBES in 2011. Since 2011 was TBC’s first year in operation, the aforementioned percentage of total spend establishes a baseline for TBC’s procurement from local WMDVBES for future years.²

¹ Women-, Minority-, and Disabled Veteran-Owned Business Enterprises (WMDVBES)

² As 2011 was TBC’s first year of commercial operation, the Annual Report does not report certain trending requirements and indicators for which there is no quantitative information.

Sec. 1.1.1 – Description of Utility Supplier Diversity Program activities engaged in during the previous calendar year. This description shall include both internal and external activities.

Internal Activities

During 2011, TBC's first year of operations, the Utility Supplier Diversity Program was not established. As a result there were not any internal activities to report.

External Activities

During 2011, TBC's first year of operations, the Utility Supplier Diversity Program was not established. As a result there were not any external activities to report.

Sec. 1.1.2 – Utility Supplier Diversity Program Annual Results – Statistical Reports

	Minority Men	Minority Women	Minority Business Enterprise (MBE)	Women Business Enterprise (WBE)	Women Minority Business Enterprise (WMBE)	Service Disabled Veterans Business Enterprise (DVBE)	TOTAL WMDVBE
Direct \$	\$ -	\$ -	\$ -	\$ 479,076.58	\$ -	\$ -	\$ 479,076.58
Subcontracting \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Direct %	0.00%	0.00%	0.00%	4.24%	0.00%	0.00%	4.24%
Subcontracting %	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Total* %	0.00%	0.00%	0.00%	4.24%	0.00%	0.00%	4.24%

Gross Procurement	\$11,305,540.49
Net Procurement	\$11,305,540.49

*The procurement amounts all reflect services provided in 2011.

Sec. 1.1.3 – Description of progress in meeting or exceeding set goals and an explanation of any circumstances that may have caused the utility to fall short of its goals.

Category	2011 Results	2011 Goals*
Minority Men	0.00%	
Minority Women	0.00%	
Minority Business Enterprise (MBE)	0.00%	Not Defined
Women Business Enterprise (WBE)	4.24%	Not Defined
Subtotal Women, Minority Business Enterprise (WMBE)	0.00%	Not Defined
Service Disabled Veteran Business Enterprise (DVBE)	0.00%	Not Defined
Total WMDVBE	4.24%	Not Defined

* Since 2011 was TBC’s first year of operation, the company had no formal Goals and thus there is no quantitative information to report.

In 2011, approximately 4.2% of TBC’s vendor procurement was with WMDVBEs. During TBC’s first year of operation, it did not set formal goals. Therefore, TBC is not providing a report on its progress in meeting or exceeding set goals. However, next year TBC will provide this progress report with regard to its 2012 goals.

Sec. 1.1.4 – List of diverse supplier complaints received during the past year, accompanied by a brief description of the nature of each complaint and its resolution or current status.

No diverse supplier complaints were received by TBC or filed with the CPUC regarding TBC in 2011.

Sec. 1.1.5 – Description of any efforts made to recruit diverse suppliers of products or services in procurement categories where diverse supplier utilization has been low, such as legal and financial services, fuel procurement, and areas that are considered highly technical in nature.

During 2011, TBC’s first year of operations, TBC’s focus was on the continuation of the service providers established during the development and construction phase of the company. However, it should be noted that one of TBC’s main sources of contingent workers, CV Partners, is a Certified Woman Owned Business Enterprise.

2012 Annual Plan

Sec. 2.1.1 – WMDVBE Annual Short-, Mid- and Long-Term Goals

TBC WMDVBE Goals				
	Minority Business Enterprise (MBE)	Women Business Enterprise (WBE)	Disabled Veteran Business Enterprise (DVBE)	Women, Minority, Disabled Veteran Enterprise (WMDVBE)
Short-Term (2012)	1.00%	3.0%	-	4.0%
Mid-Term (2014)	2.00%	5.00%	0.50%	7.50%
Long-Term (2016)	4.00%	7.00%	1.00%	12.00%

TBC is committed to supplier development and in increasing competitiveness in sourcing products and services.

Sec. 2.1.2 – Description of Utility Supplier Diversity Program planned for the next calendar year, internal/external program activities.

For 2012, TBC Supplier Diversity plans include the following strategies to strengthen the program’s results:

- Implementing a Supplier Diversity Policy and its Finance department will be responsible for identifying which active and current suppliers fall within TBC’s Supplier Diversity Policy. In addition, TBC is focusing on utilizing tools such as The Supplier Clearinghouse to receive bids from a more diverse group in the future.³
- Educating employees and management on implemented policies and processes to strengthen the alignment of strategic sourcing and Supplier Diversity.
- Clearly communicating Supplier Diversity plans and goals to prime contractors.
- Developing processes to maximize participation of diverse suppliers for products and services identified to be competitively bid.

Sec. 2.1.3 – Plans for recruiting diverse suppliers of products or services where diverse supplier utilization has been low or were listed as excluded, such as legal and financial services, fuel procurement, areas considered highly technical in nature, and sole sourcing (transformers, cable/wire).

- TBC will route potential suppliers to its internet site at www.transbaycable.com, where suppliers can find information regarding how to become a qualified supplier.

³ TBC is a Participating Utility in The Supplier Clearinghouse.

- TBC will partner with leadership in the non-traditional areas to plan and develop strategies for increasing the utilization of diverse suppliers
- TBC will continue to execute best practices within our sourcing strategies to identify products and services where diverse suppliers exist, but the company is underutilizing them.

Sec. 2.1.4 – Plans for encouraging both prime contractors and grantees to engage diverse suppliers in all categories which provide subcontracting opportunities.

TBC will encourage prime contractors to engage and include women, minority, and disabled veteran business enterprises for subcontracting opportunities. Although the award of any subcontracting activities rests in the final discretion of the prime contractor, TBC will work closely with its prime contractors in helping to identify specific products and services within TBC's projects where there are known diverse suppliers for inclusion, making accessible our listing of approved diverse contractors, and advocating for diverse supplier inclusion to the maximum extent possible.

Additional guidelines will be given to prime contractors to clearly communicate the company's commitment to supplier diversity and to reaffirm the company's expectations of opportunity and inclusion early in the sourcing process.

Sec. 2.1.5 – Plans for complying with the Utility Supplier Diversity Program established by the Commission as required by Public Utilities Sections 8283 (c). The Executive Director's Office will be responsible for developing, periodically refining, and recommending such guidelines for the Commission's adoption.

TBC will comply with G.O. No. 156 and its guidelines and requirements as well as continue to work with the CPUC and its staff and the California Joint Utilities Group in pursuing new strategies to continually advance the Utility Supplier Diversity Program objectives. TBC will comply with all revisions of G.O. No. 156 and all other requirements of the CPUC.