

Rulemaking (R.) 20-07-013 Phase II

Technical Working Group #2

MAY 20, 2022

10:00 AM- 4:00 PM

- Purpose:** Safety Policy Division (SPD) staff (Staff) has contracted with a consulting group called Level 4 Ventures Inc. (Level 4) to provide guidance on the Phase II subset of issues in the Order Instituting Rulemaking to Further Develop a Risk-Based Decision-Making Framework for Electric and Gas Utilities (R.20-07-013). Level 4 has since provided a set of recommendations to the parties for consideration regarding possible areas of standardization. The purpose of this Technical Working Group (TWG) session is to develop the details of implementation for the Level 4 Recommendation identified as “MAVF 2,” which states, “With input from the parties involved, the CPUC should adopt a standard set of parameters/formulas to monetize risk consequences, using standard values from other government agencies or industry sources where possible.”
- Expected Outcome:** TWG attendees will identify and discuss the merits of a standard set of parameters and formulas to monetize risk consequences, using standard values from other government agencies or industry sources where possible.

AGENDA ITEM	TIME
Introductions, Purpose, and Expected Outcomes	10:00 – 10:15am
Party Comments Regarding “MAVF 2” Recommendation	10:15 – 11:00 am
Break	11:00 – 11:15 am
Block 1: Discussion of “MAVF 2”: Standards for Monetization of <u>Safety</u> Consequences	11:15 am – 12:00 pm

Lunch	12:00 – 1:00 pm
Block 2: Discussion of “MAVF 2”*: Standards for Monetization of <u>Safety</u> and/or <u>Reliability</u> Consequences	1:00 – 2:00 pm
Break	2:00 – 2:15 pm
Block 3: Discussion of “MAVF 2”*: Standards for Monetization of <u>Reliability</u> Consequences	2:15 – 3:15 pm
Joint IOU’s Proposed Phase II Process	3:15 – 3:30 pm
CPUC Close	3:30 – 4:00 pm

* MAVF-2: With input from the parties involved, the CPUC should adopt a standard set of parameters/formulas to monetize risk consequences, using standard values from other government agencies or industry sources where possible. (Level 4 Recommendations)

Note: The agenda is flexible and allows for continued discussion of standards for the monetization of safety consequences in Block 2 before moving on to the standards for reliability consequences.