

From: Schrader, Kenneth [KJSe@pge.com]
Sent: Monday, July 11, 2011 12:24 PM
To: Wang, Alan
Cc: Soenen, Philippe R; Baldwin, Thomas (DCPP); Carden, Hal; Kapus, Robert; Higham, James L; Schrader, Kenneth
Subject: Documentation Supporting Rates of Return for Diablo Canyon Decommissioning Funding Status Report RAI Response
Attachments: DCPP After-tax ROR.pdf

Alan,

During the phone call on 6/29 on our RAI response for Decommissioning Funding Status Report Letter (DCL-11-071), Jo Ann Simpson requested the source document for the after-tax rates of return that were contained in the RAI response to question 2. A confidential version of the source document (pdf file) was provided on 6/29. At your request, a version of the source document that is not confidential is attached. The source document can be put in ADAMS.

Please forward to Jo Ann.

The attached document contains a portion of the funding model that supports Conclusion of Law 16 of D.10-07-047. This is the Conclusion of Law that authorizes the annual contribution of \$9 million to the DCPP qualified trusts (\$4.658 for Unit 1 and \$4.350 for Unit 2).

There is a column titled "AT ROR Q" which is the after-tax rates of return for the qualified trust and ties to the information reported in the response to question 2.

Let me know if there are any additional questions.

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