

April 27, 2001

ADVICE 2312-G/2108-E

(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Notification of the Creation of Two New Affiliates

Purpose

In accordance with Decision 97-12-088, Appendix A, Rule VI. B-New Affiliate Compliance Plans, Pacific Gas and Electric Company hereby notifies the Commission of the formation of a new affiliate, as defined by the Affiliate Transaction Rules.

Rule VI. B. Specifically requires that:

Upon creation of a new affiliate, which is addressed by these Rules, the utility shall immediately notify the Commission of the creation of the new affiliate, as well as posting notice on its electronic bulletin board. No later than 60 days after the creation of this affiliate, the utility shall file an advice letter with the Energy Division of the Commission, served on parties to this proceeding. The advice letter shall demonstrate how the utility will implement these Rules with respect to the new affiliate.

PG&E Telecom Holdings, LLC

PG&E Telecom Holdings, LLC was formed on February 27, 2001, for the purpose of engaging in telecommunications and related business activities. The mailing address for PG&E Telecom Holdings, LLC is: 3301 Crow Canyon Road, Suite A211, San Ramon, CA 94583. Following are the Board of Control and Officers:

Peter A. Darbee	Board of Control, President, Chief Executive Officer, and Treasurer
Bruce R. Worthington	Board of Control and Senior Vice President
Christopher P. Johns	Controller
Leslie H. Everett	Secretary
Linda Y.H. Cheng	Assistant Secretary
Wondy S. Lee	Assistant Secretary
Eric A. Montizambert	Assistant Secretary
Michael J. Donnelly	Assistant Treasurer

PG&E ET Synfuel #2, LLC

PG&E ET Synfuel #2, LLC was formed on March 6, 2001, to acquire a synthetic fuel production facility. The mailing address for PG&E ET Synfuel #2, LLC is: 7500 Old Georgetown Road, 13th Floor, Bethesda, MD 20814-6161. Following are the Officers:

Lyndell E. Maddox	President and Chief Executive Officer
Sarah M. Barpoulis	Senior Vice President
John R. Cooper	Senior Vice President
David N. Bassett	Vice President, Controller and Treasurer
Jennifer A. Hein	Secretary
Nancy A. Manning	Assistant Secretary
Suzanne Rich	Assistant Secretary
Hank A. Courson	Assistant Treasurer
J. Tracy Mey	Assistant Treasurer
Dena Chapin Nolte	Assistant Treasurer

Questions regarding these affiliates should be addressed to Elsia Galawish, Pacific Gas and Electric Company's Manager of Affiliate Rules and Regulatory Compliance at (415) 973-4741.

Pacific Gas and Electric Company has previously posted notice of the formation of these affiliates on its affiliate transaction World Wide Web site and notified Commission staff.

PG&E Telecom Holdings, LLC will not provide an energy related good or service; therefore the affiliate rules will not apply to this affiliate. Pacific Gas and Electric Company will not apply all the provisions of its Affiliate Rules Compliance Plan to transactions with this Non-Rule II.B. affiliate in the same manner as it does to PG&E Corporation and other Non-Rule II.B. affiliates.

The formation of PG&E ET Synfuel #2, LLC create no unusual or unique circumstances that would require affiliate transaction rule implementation measures beyond those identified for other Rule II. B. Affiliates as listed in Attachment D to Pacific Gas and Electric Company's most recently filed Affiliate Rules Compliance Plan (Advice 2287-G/2067-E). The affiliate rules will apply to this affiliate. Therefore, Pacific Gas and Electric Company will apply all the provisions of its Affiliate Rules Compliance Plan to all transactions with this new affiliate.

This filing will not increase any other rate or charge, cause the withdrawal of service, or conflict with any rate schedule or rule.

Protests

Anyone wishing to protest this filing may do so by sending a letter within 20 days of the date of this filing. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. Protests should be sent by U.S. mail and via facsimile to:

IMC Branch Chief
Energy Division
California Public Utilities Commission
505 Van Ness Avenue, Room 4002
San Francisco, CA 94102
Facsimile: (415) 703-2200

Copies should also be mailed to the attention of the Director, Energy Division, Room 4005 and Jerry Royer, at the address shown above. It is also requested that a copy of the protest be sent via postal mail and facsimile to Pacific Gas and Electric Company on the same date it is mailed or delivered to the Commission (at the address shown below).

Pacific Gas and Electric Company
Attn: Les Guliasi
Director, Regulatory Relations
77 Beale Street, Mailcode B10C
P.O. Box 770000
San Francisco, CA 94177
Facsimile: (415) 973-7226

Effective Date

Pacific Gas and Electric Company requests that this filing become effective on **April 27, 2001**, which is the date of filing.

Notice

In accordance with Section III, Paragraph G of General Order 96-A, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list, and interested parties in OIR 97-04-011/OII 97-04-012. Address change requests should be directed to Nelia Avendano at (415) 973-3529. Advice letter filings can also be accessed electronically at:

http://www.pge.com/customer_services/business/tariffs/

Vice President - Regulatory Relations

Attachment

cc: Service List – OIR 97-04-011/OII 97-04-012