

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298

Tel. No. (415) 703-1691



August 24, 2006

Advice Letter 2733-G|2841-E

Ms Rose de la Torre
Pacific Gas and Electric Company
77 Beale Street, Room 1088
Mail Code B10C
San Francisco, CA 94105

Subject: Notification of the Creation of Three New Affiliates

Dear Ms de la Torre:

Advice Letter 2733-G|2841-E is effective June 6, 2006. A copy of the advice letter is sent herewith for your records.

Sincerely,

Sean H. Gallagher
Director
Energy Division

REGULATORY RELATIONS	
M Brown	Tariffs Section
R Deia Torre	D Poster
B Lam	S Ramaiya
SEP 6 2006	
Return to	Records
	File
cc to	



Brian K. Cherry
Senior Director
Regulatory Relations

77 Beale Street, Room 1087
San Francisco, CA 94105

Mailing Address
Mail Code B10C
Pacific Gas and Electric Company
P.O. Box 770000
San Francisco, CA 94177

415.973.4977
Internal: 223.4977
Fax: 415.973.7226
Internet: BKC7@pge.com

June 6, 2006

Advice 2733-G/2841-E
(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Notification of the Creation of Three 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.

Pacific Connector Gas Pipeline, LP

Pacific Connector Gas Pipeline, LP was formed on April 6, 2006 for the purpose of developing, constructing, owning, and operating a natural gas pipeline. Through PG&E Strategic Capital, Inc., PG&E Corporation holds one-third interest along with Williams Pacific Connector Gas Pipeline, LLC and Fort Chicago LNG II U.S.L.P. The mailing address for Pacific Connector Gas Pipeline, LP is: Williams Pacific Connector Gas Pipeline, LLC, 225 Chipeta Way, Salt Lake City, UT 84108. The general partner of Pacific Connector Gas Pipeline, LP is Pacific Connector Gas Pipeline, LLC. There are no officers,

directors or management committee members of Pacific Connector Gas Pipeline, LP.

Pacific Connector Gas Pipeline, LLC

Pacific Connector Gas Pipeline, LLC was formed on April 6, 2006 to act as the General Partner in the Pacific Connector Gas Pipeline, LP. Through PG&E Strategic Capital, Inc., PG&E Corporation holds one-third interest along with Williams Pacific Connector Gas Pipeline, LLC and Fort Chicago LNG II U.S.L.P. The mailing address for Pacific Connector Gas Pipeline, LLC is: Williams Pacific Connector Gas Pipeline, LLC, 225 Chipeta Way, Salt Lake City, UT 84108. Following are the Management Committee members and Officers:

Allison G. Bridges, Williams Pacific Connector Gas Pipeline, LLC
Management Committee Member and Vice President

Richard I. Rollo, PG&E Strategic Capital, Inc.
Management Committee Member

Stephen H. White, Fort Chicago LNG II U.S.L.P.
Management Committee Member

PG&E Corporation Support Services II, Inc.

PG&E Corporation Support Services II, Inc. was formed on May 3, 2006 to provide services to PG&E Corporation and certain of its subsidiaries. The mailing address for PG&E Corporation Support Services II, Inc. is One Market, Spear Tower, Suite 2400, San Francisco, CA 94105. Following are the Board of Directors and Officers:

Christopher P. Johns	Board of Director, President, Chief Financial Officer and Treasurer
Bruce R. Worthington	Board of Director and Vice President
G. Robert Powell	Controller
Linda Y.H. Cheng	Secretary
Eileen O. Chan	Assistant Secretary
Wondy S. Lee	Assistant Secretary
Eric Montizambert	Assistant Secretary
Nicholas M. Bijur	Assistant Treasurer

Additional Information

In addition to the new affiliates listed above, PG&E Corporation has changed the affiliate classification of two existing entities, PG&E Strategic Capital, Inc. and PG&E Corporation Support Services, Inc., to Rule II.B affiliates.

As noted above, PG&E Strategic Capital, Inc. holds a one-third interest in Pacific Connector Gas Pipeline, LP and Pacific Connector Gas Pipeline, LLC, therefore, it is now a Rule II.B. affiliate. PG&E Corporation Support Services, Inc. is a Rule II.B affiliate because it now employs persons engaged in business in connection with Pacific Connector Gas Pipeline, LP and Pacific Connector Gas Pipeline, LLC.

No unusual or unique circumstances exist that would require affiliate transactions rule implementation measures for the affiliates listed above. The affiliate rules will apply to these affiliates. Therefore, Pacific Gas and Electric Company will apply all the provisions of its Affiliate Rules Compliance Plan to all transactions with these Rule II.B affiliates.

Questions regarding these affiliates should be addressed to Elizabeth Collier, Director in Pacific Gas and Electric Company's Compliance and Ethics Department at (415) 973-4620.

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

http://www.pge.com/rates_regulations/affiliate_transactions/index.html

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 by **June 26, 2006**, which is **20 days** from 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 mailed to:

IMC Branch Chief – Energy Division
California Public Utilities Commission
505 Van Ness Avenue, 4th Floor
San Francisco, California 94102

Facsimile: (415) 703-2200
E-mail: jjr@cpuc.ca.gov

Protests also should be sent by e-mail and facsimile to Mr. Jerry Royer, Energy Division, as shown above, and by U.S. mail to Mr. Royer at the above address.

The protest should be sent via both e-mail and facsimile to PG&E on the same

date it is mailed or delivered to the Commission at the address shown below.

Pacific Gas and Electric Company
Attention: Brian Cherry
Director, Regulatory Relations
77 Beale Street, Mail Code B10C
P.O. Box 770000
San Francisco, California 94177

Facsimile: (415) 973-7226
E-mail: PGETariffs@pge.com

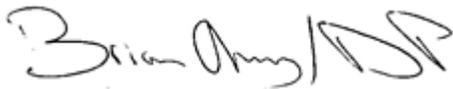
Effective Date

Pacific Gas and Electric Company request that this filing become effective on **June 6, 2006**, which is the date of filing.

Notice

In accordance with General Order 96-A, Section III, Paragraph G, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list, and the parties on the list for I.97-04-012. Address change requests should be directed to Rose de la Torre at (415) 973-4716. Advice letter filings can also be accessed electronically at:

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



Senior Director - Regulatory Relations

Attachments

cc: Service List – I.97-04-012

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No. Pacific Gas and Electric Company U39M

Utility type:

ELC GAS
 PLC HEAT WATER

Contact Person: David Poster

Phone #: (415) 973-1082

E-mail: dxpu@pge.com

EXPLANATION OF UTILITY TYPE

ELC = Electric GAS = Gas
PLC = Pipeline HEAT = Heat WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: **2733-G/2841-E**

Subject of AL: Notification of the Creation of Three New Affiliates

Keywords (choose from CPUC listing): Affiliate

AL filing type: Monthly Quarterly Annual One-Time Other _____

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution: D.97-12-088:

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL _____

Summarize differences between the AL and the prior withdrawn or rejected AL: _____

Resolution Required? Yes No

Requested effective date: **6/6/2006**

No. of tariff sheets: 0

Estimated system annual revenue effect: (%): N/A

Estimated system average rate effect (%): N/A

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).

Tariff schedules affected: N/A

Service affected and changes proposed¹: N/A

Pending advice letters that revise the same tariff sheets: N/A

Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:

CPUC, Energy Division

Attention: Tariff Unit

505 Van Ness Ave.,

San Francisco, CA 94102

jjr@cpuc.ca.gov and jnj@cpuc.ca.gov

Utility Info (including e-mail)

**PG&E Gas and Electric Advice
Filing List
General Order 96-A, Section III(G)**

ABAG Power Pool	Douglass & Liddell	PG&E National Energy Group
Accent Energy	Downey, Brand, Seymour & Rohwer	Pinnacle CNG Company
Aglet Consumer Alliance	Duke Energy	Plurimi, Inc.
Agnews Developmental Center	Duke Energy North America	PPL EnergyPlus, LLC
Ahmed, Ali	Duncan, Virgil E.	Praxair, Inc.
Alcantar & Elsesser	Dutcher, John	Price, Roy
Anderson Donovan & Poole P.C.	Dynergy Inc.	Product Development Dept
Applied Power Technologies	Ellison Schneider	R. M. Hairston & Company
APS Energy Services Co Inc	Energy Law Group LLP	R. W. Beck & Associates
Arter & Hadden LLP	Energy Management Services, LLC	Recon Research
Avista Corp	Enron Energy Services	Regional Cogeneration Service
Barkovich & Yap, Inc.	Exelon Energy Ohio, Inc	RMC Lonestar
BART	Exeter Associates	Sacramento Municipal Utility District
Bartle Wells Associates	Foster Farms	SCD Energy Solutions
Blue Ridge Gas	Foster, Wheeler, Martinez	Seattle City Light
Bohannon Development Co	Franciscan Mobilehome	Sempra
BP Energy Company	Future Resources Associates, Inc	Sempra Energy
Braun & Associates	G. A. Krause & Assoc	Sequoia Union HS Dist
C & H Sugar Co.	Gas Transmission Northwest Corporation	SESCO
CA Bldg Industry Association	GLJ Energy Publications	Sierra Pacific Power Company
CA Cotton Ginners & Growers Assoc.	Goodin, MacBride, Squeri, Schlotz &	Silicon Valley Power
CA League of Food Processors	Hanna & Morton	Smurfit Stone Container Corp
CA Water Service Group	Heeg, Peggy A.	Southern California Edison
California Energy Commission	Hitachi Global Storage Technologies	SPURR
California Farm Bureau Federation	Hogan Manufacturing, Inc	St. Paul Assoc
California Gas Acquisition Svcs	House, Lon	Stanford University
California ISO	Imperial Irrigation District	Sutherland, Asbill & Brennan
Calpine	Integrated Utility Consulting Group	Tabors Caramanis & Associates
Calpine Corp	International Power Technology	Tansev and Associates
Calpine Gilroy Cogen	Interstate Gas Services, Inc.	Tecogen, Inc
Cambridge Energy Research Assoc	IUCG/Sunshine Design LLC	TFS Energy
Cameron McKenna	JTM, Inc	Transcanada
Cardinal Cogen	Kaiser Cement Corp	Turlock Irrigation District
Cellnet Data Systems	Luce, Forward, Hamilton & Scripps	U S Borax, Inc
Chevron Texaco	Manatt, Phelps & Phillips	United Cogen Inc.
Chevron USA Production Co.	Marcus, David	URM Groups
Childress, David A.	Masonite Corporation	Utility Cost Management LLC
City of Glendale	Matthew V. Brady & Associates	Utility Resource Network
City of Healdsburg	Maynor, Donald H.	Wellhead Electric Company
City of Palo Alto	McKenzie & Assoc	Western Hub Properties, LLC
City of Redding	McKenzie & Associates	White & Case
CLECA Law Office	Meek, Daniel W.	WMA
Commerce Energy	Mirant California, LLC	
Constellation New Energy	Modesto Irrigation Dist	
CPUC	Morrison & Foerster	
Cross Border Inc	Morse Richard Weisenmiller & Assoc.	
Crossborder Inc	Navigant Consulting	
CSC Energy Services	New United Motor Mfg, Inc	
Davis, Wright, Tremaine LLP	Norris & Wong Associates	
Defense Fuel Support Center	North Coast Solar Resources	
Department of the Army	Northern California Power Agency	
Department of Water & Power City	Office of Energy Assessments	
DGS Natural Gas Services	Palo Alto Muni Utilities	