

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



Advice Letter 2855-G/3093-E

September 7, 2007

Brian K. Cherry
Vice President, Regulatory Relations
Pacific Gas and Electric Company
77 Beale Street, Mail Code B10C
P.O. Box 770000
San Francisco, CA 94177

Subject: Revise the Electric Low Income Energy Efficiency Memorandum
Account (LIEEMA); Close the Electric and Gas LIEEMA

Dear Mr. Cherry:

Advice Letter 2855-G/3093-E is effective August 26, 2007.

Sincerely,

A handwritten signature in black ink, appearing to read "Sean H. Gallagher".

Sean H. Gallagher, Director
Energy Division

July 27, 2007

Advice 2855-G/3093-E
(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Revise the Electric Low Income Energy Efficiency Memorandum Account (LIEEMA); Close the Electric and Gas LIEEMA

Pacific Gas and Electric Company (PG&E) hereby submits for filing revisions to its gas and electric tariffs. The affected tariff sheets are listed on the enclosed Attachment 1.

Purpose

This advice letter revises the electric LIEEMA to allow for a transfer of the balance to the Distribution Revenue Adjustment Mechanism (DRAM), pursuant to Resolution E-4108. Upon the completion of this transfer, PG&E will close the electric and gas LIEEMA.

On September 19, 2002, the California Public Utilities Commission (Commission) approved Resolution G-3340, which ordered PG&E to “establish a memorandum account to record costs for continuing the LIEE program through the end of PY 2002, subject to reasonableness review and future collection in rates.”¹ PG&E subsequently filed Advice Letter (AL) 2414-G/2290-E which created the electric and gas LIEEMA. Following Energy Division approval of AL 2414-G/2290-E on February 25, 2003, PG&E transferred the LIEE program expenses within the scope covered by Resolution G-3340 from the electric Public Purpose Programs Low Income Balancing Account (PPPLIBA) to the electric LIEEMA.² In 2004, the Commission conducted an audit of LIEE program expenses, which was later suspended. PG&E filed AL 2974-E on January 25, 2007, seeking recovery of the expenses recorded in the electric LIEEMA plus accrued interest.

On July 26, 2007, the Commission approved AL 2974-E in Resolution E-4108. In the Resolution, the Commission authorized PG&E to transfer the electric LIEEMA balance to the Distribution Revenue Adjustment Mechanism (DRAM) for recovery in the next Annual Electric True-Up.³ PG&E files this AL to revise the electric LIEEMA preliminary statement by adding a new accounting procedure to allow for the transfer of the electric LIEEMA balance to the DRAM. Once this transfer has taken place,

¹ Resolution G-3340, Ordering Paragraph 4.

² No expenses were ever recorded in the gas LIEEMA.

³ Ordering Paragraph 2.

PG&E will close the electric and gas LIEEMA, as no further costs will be recorded in these accounts.

Tariff Changes

PG&E provides in Attachment 1, revised Electric Preliminary Statement Part AK – Low Income Energy Efficiency Memorandum Account (LIEEMA).

Protest Period

Anyone wishing to protest this filing may do so by letter sent via U.S. mail, by facsimile or electronically, any of which must be received no later than **August 16, 2007**, which is 20 days after the date of this filing.

CPUC Energy Division
Tariff Files, Room 4005
DMS Branch
505 Van Ness Avenue
San Francisco, California 94102

Facsimile: (415) 703-2200
E-mail: jnj@cpuc.ca.gov and mas@cpuc.ca.gov

Copies of protests also should be mailed to the attention of the Director, Energy Division, Room 4004, at the address shown above.

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.

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

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

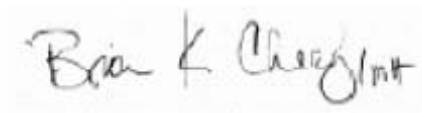
Effective Date

PG&E requests that this advice filing become effective on regular notice, **August 26, 2007**, which is 30 calendar days after the date of filing.

Notice

In accordance with General Order 96-B, Section IV, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list and the service lists for A.05-06-006. Address changes to the General Order 96-B service list 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/tariffs>

A handwritten signature in black ink, appearing to read "Brian K. Chappell". The signature is written in a cursive, somewhat stylized font.

Vice President - Regulatory Relations

Attachments

cc: Service List – A.05-06-006

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 (ID U39)**

Utility type:

☒ ELC

☒ GAS

☐ PLC

☐ HEAT

☐ WATER

Contact Person: Megan Hughes

Phone #: (415) 973-1877

E-mail: mehr@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) #: **2855-G/3093-E**

Tier 2

Subject of AL: Revise the Electric Low Income Energy Efficiency Memorandum Account (LIEEMA); Close the Electric and Gas LIEEMA

Keywords (choose from CPUC listing): LIEE, memorandum account

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

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: N/A

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: No

Summarize differences between the AL and the prior withdrawn or rejected AL¹: _____

Resolution Required? ☐ Yes ☒ No

Requested effective date: **August 26, 2007**

No. of tariff sheets: 6

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: Gas Prelim Statement AK and Electric Prelim Statement AK

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

Tariff Files, Room 4005

DMS Branch

505 Van Ness Ave.,

San Francisco, CA 94102

jn@cpuc.ca.gov and mas@cpuc.ca.gov

Pacific Gas and Electric Company

Attn: Brian K. Cherry

Vice President, Regulatory Relations

77 Beale Street, Mail Code B10C

P.O. Box 770000

San Francisco, CA 94177

E-mail: PGETariffs@pge.com

¹ Discuss in AL if more space is needed.

**ATTACHMENT 1
Advice 2855-G**

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
25091-G	Table of Contents -- Preliminary Statements	24854-G
25092-G	Table of Contents -- Title Page	24995-G
Delete	Preliminary Statement Part AK--Low Income Energy Efficiency Memorandum Account	21244-G

**ATTACHMENT 1
Advice 3093-E**

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
26485-E	Preliminary Statement Part AK--Low Income Energy Efficiency Memorandum Account	19227-E
26486-E	Table of Contents -- Preliminary Statements	26416-E
26487-E	Table of Contents -- Title Page	26418-E

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Preliminary Statements

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Part AC	Catastrophic Event Memorandum Account	14178-14179-G	
Part AE	Core Pipeline Demand Charge Account	23301-G	
Part AG	Core Firm Storage Account	23280-G	
Part AH	Air Quality Adjustment Clause	14928-14930-G	
Part AI	Applicant Installation Trench Inspection Deferred Account	19533-G	
Part AJ	Applicant Installation Trench Inspection Memorandum Account	19534-G	
Part AK	Low Income Energy Efficiency Memorandum Account	delete-G	(D)
Part AN	Hazardous Substance Mechanism	23281-23283, 16693-16694-G	
Part AV	Capital Audit Consultant Cost Memorandum Account	20432-G	
Part AW	Self-Generation Program Memorandum Account	24767-G	
Part AX	Food Service Technology Center Memorandum Account	20987-G	
Part BA	Public Purpose Program - Energy Efficiency	23360-23361-G	
Part BB	Public Purpose Program Memorandum Account	23362-23363-G	
Part BC	Financial Hedging Memorandum Account (FHMA)	21818-G	
Part BE	Part BE	21965-G	
Part BF	Gas Reimbursable Fees Balancing Account	23763-G	
Part BG	Gas Credit Facilities Fees Tracking Account	22096-G	
Part BH	Public Purpose Program Surcharge - Low Income Energy Efficiency Balancing Account	23364-G	
Part BI	Public Purpose Program Surcharge - Research, Development and Demonstration Balancing Account	23365-23366-G	
Part BK	Advanced Metering Infrastructure Memorandum Account-Gas	23152-23153-G	
Part BL	Noncore Distribution Fixed Cost Account	24740-G	
Part BM	Gas Advanced Metering Account	23406-23407-G	
Part BN	Pension Interest Memorandum Account (PIMA-G)	23777-G	
Part BP	SmartMeter Project Balancing Account - Gas	24123-24124-G	
Part BQ	Pension Contribution Balancing Account	24853, 24224-G	

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Preliminary Statements		24994, 25091 -G	(T)
Rules		24850-G	
Maps, Contracts and Deviations		24904-G	
Sample Forms		24844, 24933, 24851, 24674-G	



PRELIMINARY STATEMENT
(Continued)

AK. LOW INCOME ENERGY EFFICIENCY MEMORANDUM ACCOUNT (LIEEMA)

1. PURPOSE:

The purpose of the LIEEMA is to record the incremental costs for continuing the Low Income Energy Efficiency (LIEE) program through the end of Program Year 2002, subject to reasonableness review and future collection in rates as ordered in Resolution G-3340.

2. APPLICABILITY:

The LIEEMA shall apply to all customer classes, except for any classes that may be specifically excluded by the CPUC.

3. REVISION DATE:

Disposition of amounts in this account shall be determined in a future proceeding as authorized by the CPUC.

4. RATES:

This account does not have a rate component.

5. ACCOUNTING PROCEDURE:

PG&E shall maintain the LIEEMA by making entries at the end of each month as follows:

- a. A debit entry equal to the electric incremental portion of LIEE costs for continuing the LIEE program through the end of 2002.
- b. A credit entry to transfer the balance in the electric LIEEMA to the Distribution Revenue Adjustment Mechanism (DRAM) for recovery in the 2008 Annual Electric True-Up, pursuant to Resolution E-4108.
- c. A debit entry equal to the interest on the average of the balance at the beginning of the month and the balance after the entries above, at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H. 15 or its successor.

(N)
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(N)

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Preliminary Statements

SCHEDULE	TITLE OF SHEET	CAL P.U.C. SHEET NO.
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Part E	CPUC Reimbursement Fee	21604-E
Part G	Catastrophic Event Memorandum Account	18998, 11740-E
Part H	Interest	10579-E
Part I	Rate Schedule Summary	26403, 25665-E
Part J	Income Tax Component of Contributions Provision	20380, 11503-E
Part K	Energy Commission Tax	24297-E
Part M	California Alternate Rates for Energy Account	26200-E
Part P	Customer Energy Efficiency Adjustment	24031-24032, 25583, 24034-E
Part Q	Competition Transition Charge Responsibility	14028-E
Part R	Affiliate Transfer Fees Account	24313-E
Part S	Hazardous Substance Mechanism	22710, 15720, 22711-22712, 13420-13421-E
Part T	Qualifying Facility Contribution in Aid of Construction Memorandum Account	13426-E
Part U	Capital Audit Consultant Cost Memorandum Account	17993-E
Part Y	Electric and Magnetic Field Measurement Policy	13399-E
Part Z	Electric Vehicle Balancing Account	26225-E
Part AD	Transition Cost Audit Memorandum Account	15917-E
Part AE	Generation Divestiture Transaction Costs Memorandum Account	26414-E
Part AK	Low Income Energy Efficiency Memorandum Account	26485-E
Part AN	Diablo Canyon Property Tax Balancing Account	24058-E
Part AS	Fixed Transition Amount Charge	14794, 25662-E
Part AT	Rate Reduction Bond Memorandum Account	25365-25366-E
Part AU	Direct Access Discretionary Cost/Revenue Memorandum Account	14837-E
Part BB	Competition Transition Charge Responsibility for All Customers and CTC Procedure for Departing Loads	24070, 19906-19907, 16400, 14960-14961, 16229-16231, 24071, 14964-14969, 16401- 16402-E
Part BF	Streamlining Residual Account	22714-E
Part BK	Transmission Revenue Requirement Reclassification Memorandum Account	16761-E
Part BO	Real Property Gain/Loss on Sale Memorandum Account	16651-E
Part BQ	Interim PX-Based Price Tracking Account	16695-E
Part BU	Vegetation Management Balancing Account	26221-26222-E
Part BX	Interruptible Load Programs Memorandum Account	24733-24734-E
Part BY	Self-Generation Program Memorandum Account	26209-E
Part BZ	Demand-Responsiveness Program Memorandum Account	25900-E

(T)

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Rules		26369-E
Maps, Contracts and Deviations		26322-E
Sample Forms	26272, 26480, 26371, 26264, 25876, 26294-26295, 25961-E	

**PG&E Gas and Electric
Advice Filing List
General Order 96-B, Section IV**

ABAG Power Pool
Accent Energy
Aglet Consumer Alliance
Agnews Developmental Center
Ahmed, Ali
Alcantar & Kahl
Ancillary Services Coalition
Anderson Donovan & Poole P.C.
Applied Power Technologies
APS Energy Services Co Inc
Arter & Hadden LLP
Avista Corp
Barkovich & Yap, Inc.
BART
Bartle Wells Associates
Blue Ridge Gas
Bohannon Development Co
BP Energy Company
Braun & Associates
C & H Sugar Co.
CA Bldg Industry Association
CA Cotton Ginners & Growers Assoc.
CA League of Food Processors
CA Water Service Group
California Energy Commission
California Farm Bureau Federation
California Gas Acquisition Svcs
California ISO
Calpine
Calpine Corp
Calpine Gilroy Cogen
Cambridge Energy Research Assoc
Cameron McKenna
Cardinal Cogen
Cellnet Data Systems
Chevron Texaco
Chevron USA Production Co.
City of Glendale
City of Healdsburg
City of Palo Alto
City of Redding
CLECA Law Office
Commerce Energy
Constellation New Energy
CPUC
Cross Border Inc
Crossborder Inc
CSC Energy Services
Davis, Wright, Tremaine LLP
Defense Fuel Support Center
Department of the Army
Department of Water & Power City
DGS Natural Gas Services

Douglass & Liddell
Downey, Brand, Seymour & Rohwer
Duke Energy
Duke Energy North America
Duncan, Virgil E.
Dutcher, John
Dynergy Inc.
Ellison Schneider
Energy Law Group LLP
Energy Management Services, LLC
Exelon Energy Ohio, Inc
Exeter Associates
Foster Farms
Foster, Wheeler, Martinez
Franciscan Mobilehome
Future Resources Associates, Inc
G. A. Krause & Assoc
Gas Transmission Northwest Corporation
GLJ Energy Publications
Goodin, MacBride, Squeri, Schlotz &
Hanna & Morton
Heeg, Peggy A.
Hitachi Global Storage Technologies
Hogan Manufacturing, Inc
House, Lon
Imperial Irrigation District
Integrated Utility Consulting Group
International Power Technology
Interstate Gas Services, Inc.
IUCG/Sunshine Design LLC
J. R. Wood, Inc
JTM, Inc
Luce, Forward, Hamilton & Scripps
Manatt, Phelps & Phillips
Marcus, David
Matthew V. Brady & Associates
Maynor, Donald H.
MBMC, Inc.
McKenzie & Assoc
McKenzie & Associates
Meek, Daniel W.
Mirant California, LLC
Modesto Irrigation Dist
Morrison & Foerster
Morse Richard Weisenmiller & Assoc.
Navigant Consulting
New United Motor Mfg, Inc
Norris & Wong Associates
North Coast Solar Resources
Northern California Power Agency
Office of Energy Assessments
OnGrid Solar
Palo Alto Muni Utilities

PG&E National Energy Group
Pinnacle CNG Company
PITCO
Plurimi, Inc.
PPL EnergyPlus, LLC
Praxair, Inc.
Price, Roy
Product Development Dept
R. M. Hairston & Company
R. W. Beck & Associates
Recon Research
Regional Cogeneration Service
RMC Lonestar
Sacramento Municipal Utility District
SCD Energy Solutions
Seattle City Light
Sempra
Sempra Energy
Sequoia Union HS Dist
SESCO
Sierra Pacific Power Company
Silicon Valley Power
Smurfit Stone Container Corp
Southern California Edison
SPURR
St. Paul Assoc
Sutherland, Asbill & Brennan
Tabors Caramanis & Associates
Tecogen, Inc
TFS Energy
Transcanada
Turlock Irrigation District
U S Borax, Inc
United Cogen Inc.
URM Groups
Utility Resource Network
Wellhead Electric Company
White & Case
WMA