

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



December 11, 2007

Advice Letter 3138-E

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: Update to PG&E's Short-Term Procurement Plan –  
Revised List of Authorized Brokerages and Exchanges

Dear Mr. Cherry:

Advice Letter 3138-E is effective December 3, 2007.

Sincerely,

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

Sean H. Gallagher, Director  
Energy Division



October 23, 2007

**Advice 3138-E**

(Pacific Gas and Electric Company ID U 39 E)

Public Utilities Commission of the State of California

**Subject: Update to PG&E's Short-Term Procurement Plan – Revised List of Authorized Brokerages and Exchanges**

**Purpose**

Pacific Gas and Electric Company (“PG&E”) hereby requests approval of the California Public Utilities Commission (“Commission” or “CPUC”) to update its Short-Term Procurement Plan (“STPP”) list of brokerages and exchanges to add two brokerages, Anahau Energy, LLC and Evolution Markets Inc., to its Commission-approved list of brokerages and exchanges.<sup>1</sup>

**Background**

On January 20, 2004, PG&E filed AL 2464-E, which included a list identifying the brokerages and exchanges PG&E proposed to rely on for elements of its short-term procurement activities. On October 4, 2006, PG&E filed AL 2910-E, which included a revised list of brokerages to add one Futures Commission Merchant (“FCM”), Barclays, to PG&E’s Commission-approved list of brokerages and exchanges. Since then, PG&E has determined that additional brokerages, Anahau Energy, LLC and Evolution Markets Inc., are needed to execute physical

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<sup>1</sup> PG&E filed its 2004 Short-Term Procurement Plan (“2004 STPP”) on May 15, 2003, and it was approved by the Commission in D.03-12-062. PG&E’s 2004 STPP has been updated via the Commission-approved Advice Letter (“AL”) 2464-E (submitted January 20, 2004, pursuant to D.03-12-062, to update certain tables in PG&E’s 2004 STPP and provide a list identifying the brokerages and exchanges). Subsequently, pursuant to D.04-12-048, PG&E filed an updated STPP via Advice Letter 2615-E, which was approved by the Commission and made effective January 28, 2005. On October 4, 2006, PG&E filed AL 2910-E to update its STPP with a revised list of authorized brokerages and exchanges, which was approved by the Commission and made effective October 30, 2006.

and financial gas trades, and is proposing these additions to PG&E's Commission-approved list of brokerages and exchanges. This list is included in Attachment 1.

### **Update Request**

To execute physical and financial gas trades in the Over The Counter ("OTC") gas market, PG&E employs a brokerage. PG&E requests to add Anahau Energy, LLC and Evolution Markets Inc. brokerages to its list of authorized brokerages and exchanges because they allow additional options for executing physical and financial gas trades, provide excellent customer service and Anahau Energy, LLC is a certified Women and Minority Business Enterprise (WMBE).

Executing an enabling agreement with these brokerages will not obligate PG&E to use them but instead will provide an option to do so. The decision to use an enabled brokerage will be made on a transaction-by-transaction basis. In each case, PG&E will consider transaction costs and execution ease, other non-transaction specific factors, and any possible contract disputes PG&E may have had with the firms.

PG&E requests CPUC approval to update its STPP and add Anahau Energy, LLC and Evolution Markets Inc., brokerages, to the list of Commission-approved brokerages and exchanges.

Attachment 1 provides an updated and complete list of brokerages and exchanges that PG&E will use for all Commission-approved short-term procurement transactions.

### **Protests**

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 **November 12, 2007**, which is 20 days from the date of this filing.

Protests should be mailed to:

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](mailto:jnj@cpuc.ca.gov) and [mas@cpuc.ca.gov](mailto:mas@cpuc.ca.gov)

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

The protest also should be sent via U.S. Mail (and by facsimile and electronically, if possible) to PG&E at the address shown below on the same date it is mailed or delivered to the Commission:

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 by **November 22, 2007**, which is 30 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 list for R.06-02-013. Address changes should be directed to Rose De La Torre (415) 973-4716. Advice letter filings can also be accessed electronically at: <http://www.pge.com/tariffs/>



Vice President – Regulatory Relations

Attachments:

Cc: R.06-02-013

# 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 M)**

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) #: **3138-E**

Tier: [2]

Subject of AL: Update to PG&E's Short-Term Procurement Plan – Revised List of Authorized Brokerages and Exchanges

Keywords (choose from CPUC listing): Short-Term Procurement Plan

AL filing type:  Monthly  Quarterly  Annual  One-Time  Other \_\_\_\_\_

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

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 AL:

Is AL requesting confidential treatment? If so, what information is the utility seeking confidential treatment for: No

Confidential information will be made available to those who have executed a nondisclosure agreement: N/A

Name(s) and contact information of the person(s) who will provide the nondisclosure agreement and access to the confidential information:

Resolution Required?  Yes  No

Requested effective date: 11/22/2007

No. of tariff sheets: N/A

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 proposed: N/A

Protests, dispositions, 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**

**[jnj@cpuc.ca.gov](mailto:jnj@cpuc.ca.gov) and [mas@cpuc.ca.gov](mailto: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](mailto:PGETariffs@pge.com)**

**PACIFIC GAS AND ELECTRIC COMPANY  
SHORT TERM PROCUREMENT PLAN  
PG&E BROKERAGES AND EXCHANGES LIST**

**Brokerages**

- Tullett Liberty (acquired Natsource)
- ICAP Energy LLC (acquired APB)
- Prebon
- TFS
- Amerex (recently acquired by GFI Group, Inc.)
- Landmark
- Saddleback
- Anahau Energy LLC
- Evolution Markets Inc

**Exchanges and Futures Commission Merchants**

- Intercontinental Exchange (ICE) – Exchange and Cleared (London Clearinghouse) trades
- New York Mercantile Exchange (NYMEX) – Exchange and Cleared trades
- R.J. O'Brien (allows accessibility to NYMEX and NYMEX Clearing)
- Barclays (allows accessibility to NYMEX, NYMEX Clearing, and ICE Clearing (London Clearinghouse))

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

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