

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



January 22, 2008

Advice Letter 3155-E-A

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: Supplement – Schedule AG-ICE 1.5 Percent Annual
Escalation in Compliance with D.05-06-016

Dear Mr. Cherry:

Advice Letter 3155-E-A is effective January 1, 2008.

Sincerely,

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

Sean H. Gallagher, Director
Energy Division



Brian K. Cherry
Vice President
Regulatory Relations

Pacific Gas and Electric Company
77 Beale St., Mail Code B10C
P.O. Box 770000
San Francisco, CA 94177

415.973.4977
Fax: 415.973.7226

December 27, 2007

Advice 3155-E-A

(Pacific Gas and Electric Company ID U 39 E)

Public Utilities Commission of the State of California

Subject: Supplement - Schedule AG-ICE 1.5 Percent Annual Escalation in Compliance with D.05-06-016

Pacific Gas and Electric Company (PG&E) hereby submits for filing proposed revisions to Schedule AG-ICE – *Agricultural Internal Combustion Engine Conversion Incentive Rate*. The affected tariff sheets are listed on the enclosed Attachment I.

Purpose

PG&E filed Advice 3155-E on November 14, 2007 to revise Schedule AG-ICE total and unbundled rate components on January 1, 2008 to comply with the 1.5 percent annual increase to Schedule AG-ICE total average rates adopted in Decision (D.) 05-06-016.

As stated in Advice 3155-E, Advice 3155-E-A updates the proposed Schedule AG-ICE rates to reflect PG&E's final Annual Electric True-Up (AET) Supplemental Advice 3115-E-A, for rate changes effective January 1, 2008. Schedule AG-ICE non-generation and non-distribution rate components are set equal to those of Schedule AG-5B in AET Advice 3115-E-A. As a result, after offsetting these other component rate changes, the generation portion of Schedule AG-ICE energy charges are revised as needed to achieve the required 1.5 percent increase to the Schedule AG-ICE total average rate on January 1, 2008.

Tariff Revisions

Attachment I reflects the proposed total and unbundled rate component revisions to Schedule AG-ICE.

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 **January 16, 2008**, which is 20 days after 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: ijn@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 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 **January 1, 2008**.

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 parties on the service list for A.04-11-007. Address changes to the General Order 96-B service list should be directed to Rose de la Torre at (415) 973-4716. Send all electronic approvals to PGETariffs@pge.com. Advice letter filings can also be accessed electronically at:

<http://www.pge.com/tariffs>

A handwritten signature in black ink that reads "Brian K. Cheyette". The signature is written in a cursive style and is positioned above the typed name.

Vice President, Regulatory Relations

Attachments

cc: Service List A.04-11-007

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: 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) #: 3155-E-A

Tier: 2

Subject of AL: Supplement - Schedule AG-ICE 1.5 Percent Annual Escalation in Compliance with D.05-06-016

Keywords (choose from CPUC listing): Compliance Filing, Agricultural

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

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: D.05-06-016

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: _____

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: Yes No

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: January 1, 2008

No. of tariff sheets: 4

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

Estimated system average rate effect (%): 1.5% increase for participants

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: Rate Schedule AG-ICE

Service affected and changes proposed¹: N/A

Pending advice letters that revise the same tariff sheets: 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 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

**ATTACHMENT 1
Advice 3155-E-A**

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
27046-E	Schedule AG-ICE--Agricultural Internal Combustion Engine Conversion Incentive Rate	25870-E
27047-E	Schedule AG-ICE (Cont.)	26660-E
27048-E	Table of Contents -- Rate Schedules	26540-E
27049-E	Table of Contents -- Title Page	26516-E



SCHEDULE AG-ICE—AGRICULTURAL INTERNAL COMBUSTION ENGINE CONVERSION INCENTIVE RATE
 (Continued)

RATES: Total bundled service charges are calculated using the total rates shown below.

TOTAL RATES

<u>Total Customer/Meter Charge Rates</u>		
Customer Charge (\$ per meter per day)		\$1.31417
TOU Meter Charge (\$ per meter per day)		\$0.19713
<u>Total Demand Rates (\$ per kW)</u>		
Secondary		
Maximum Peak Demand Summer		\$0.41
Maximum Demand Summer		\$1.43
Maximum Demand Winter		\$0.00
Primary		
Maximum Peak Demand Summer		\$0.41
Maximum Demand Summer		\$1.40
Maximum Demand Winter		\$0.00
Transmission		
Maximum Peak Demand Summer		\$0.41
Maximum Demand Summer		\$0.45
Maximum Demand Winter		\$0.00
<u>Total Energy Rates (\$ per kWh)</u>		
Peak Summer		\$0.12848 (l)
Part-Peak Summer		\$0.09972
Off-Peak Summer		\$0.05005
Part-Peak Winter		\$0.10234
Off-Peak Winter		\$0.05005 (l)

(Continued)



SCHEDULE AG-ICE—AGRICULTURAL INTERNAL COMBUSTION ENGINE CONVERSION INCENTIVE RATE
 (Continued)

RATES:
 (Cont'd.)

UNBUNDLING OF TOTAL RATES
 (Cont'd.)

Energy Rates by Component (\$ per kWh)

Generation:

Peak Summer	\$0.10092 (R)
Part-Peak Summer	\$0.07216
Off-Peak Summer	\$0.02249
Part-Peak Winter	\$0.07478
Off-Peak Winter	\$0.02249 (R)

Transmission*

	\$0.00662
Transmission Rate Adjustments*	(\$0.00014) (I)
Reliability Services*	(\$0.00056) (R)
Public Purpose Programs	\$0.00939 (I)
Nuclear Decommissioning	\$0.00027
Competition Transition Charges	\$0.00403 (I)
Energy Cost Recovery Amount	\$0.00318 (R)
DWR Bond Charge	\$0.00477 (I)

* Transmission, Transmission Rate Adjustments, and Reliability Service charges are combined for presentation on customer bills.

(Continued)

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**Rate Schedules
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E-DEPART	Departing Customers	23235-E
E-LORMS	Limited Optional Remote Metering Services	20194-E
E-RRB	Rate Reduction Bonds Bill Credit and Fixed Transition Amount Charge.....	22296, 22227-E
E-SDL	Split-Wheeling Departing Load	25125-25127, 24622-24626-E
E-TMDL	Transferred Municipal Departing Load	25880-25891-E
NEM	Net Energy Metering Service	26524-26526, 22682, 25503, 22684, 26527, 23613-E
NEMFC	Net Energy Metering Service For Fuel Cell Customer-Generators	24065, 21480, 21481-21482, 23614-E
NEMBIO	Net Energy Metering Service for Biogas Customer-Generators.....	24060, 22676-22677, 22678, 23615-E
E-ERA	Energy Rate Adjustments	26073-26075, 24216, 26076-E
TBCC	Transitional Bundled Commodity Cost	25523, 26688, 26688*, 22991, 21207, 20994, 20995-E
E-CS	ClimateSmart	26317-26318-E

**Rate Schedules
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**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	