

STATE OF CALIFORNIA

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE

SAN FRANCISCO, CA 94102-3298

ARNOLD SCHWARZENEGGER, Governor



December 3, 2008

Advice Letter 3339-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: Request to Consolidate Accounts Under a Single General
Service Rate Schedule at 5935 Red Hill Road, Petaluma CA**

Dear Mr. Cherry:

Advice Letter 3339-E is effective October 8, 2008.

Sincerely,

A handwritten signature in black ink, appearing to read "Kenneth Lewis".

Kenneth Lewis, Acting Director
Energy Division

Brian K. Cherry
Vice President
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

Fax: 415.973.7226

September 8, 2008

Advice 3339-E

(Pacific Gas and Electric Company ID U 39 E)

Subject: Request to Consolidate Accounts Under a Single General Service Rate Schedule at 5935 Red Hill Road, Petaluma CA

Public Utilities Commission of the State of California

Purpose

Pacific Gas and Electric Company (PG&E) hereby requests approval from the California Public Utilities Commission ("Commission") to consolidate accounts under a single general service rate schedule for McEvoy Ranch ("McEvoy").

Background

McEvoy is an olive growing and oil production facility located on 550 acres west of Petaluma in Sonoma County, California, consisting of an array of buildings and operations currently served by certain PG&E electric distribution facilities spread out over the ranch.

PG&E and McEvoy seek Commission approval to consolidate nine separate accounts with non-residential and residential rate schedules into one account under a general service rate schedule. The nine accounts are comprised of five non-residential accounts and four residential accounts. PG&E and McEvoy request permission to consolidate the accounts under a single general service rate. This request is submitted in conjunction with the Public Utilities Code §851 AL 3338-E, in which PG&E requests Commission approval to sell facilities to McEvoy to allow it to consolidate its entire load and planned wind turbine electricity generator installation behind one point of connection with PG&E's distribution grid.

McEvoy is comprised of an array of buildings and operations spread out over the ranch. PG&E has distribution and service facilities serving its operations and buildings. The buildings include:

- a residence that has residential use and social/business use under a residential rate schedule;

- two buildings used for ranch operations served under general service rate schedules;
- one building used for olive oil production and ranch operations served under a general service rate schedule;
- a building that provides housing for the ranch foreman served under a residential rate schedule ; and
- a cottage served under a general service rate schedule.

PG&E also has two services to irrigation pumps on the property served under agricultural rate schedules. The bulk of the electric energy utilization at the ranch is for the production of olive oil.

PG&E's distribution system and services consist of approximately 3 miles of primary and secondary conductor. There are seven service transformers at different locations on the ranch. PG&E's distribution line follows a route from Pt. Reyes Petaluma Road into the property and then throughout the ranch with services connected along the route. In a companion advice letter, Advice Letter 3338-E, PG&E and McEvoy seek approval for the purchase of PG&E facilities located on the ranch. Pursuant to the Purchase and Sale Agreement ("Agreement") submitted in Advice Letter 3338-E, approval of this advice letter for the account consolidation is a condition precedent to the sale transaction.

The purchase of the facilities requested in Advice Letter 3338-E and the consolidation of accounts, as requested in this advice letter, will provide the most efficient use of the planned wind turbine electricity generation facilities on what will be the McEvoy side of the meter. This project is unique in that all of the existing accounts are 1) for the same customer, 2) located on one parcel owned by the customer, and 3) supportive of the production, processing and sale of the ranch's olive oil. Given its proposed location on the ranch, the wind turbine electricity generation project would be most viable since it will allow the wind generator to serve the whole ranch under a net metering arrangement if both this advice letter and Advice Letter 3338-E are approved.

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 21 days after the date of this filing, which is **September 29, 2008**.¹ Protests should be mailed to:

CPUC Energy Division
Attention: Tariff Unit, 4th Floor
505 Van Ness Avenue
San Francisco, California 94102

¹ The 20-day protest period concludes on a weekend. PG&E is hereby moving this date to the following business day.

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 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 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

The Company requests that this advice filing become effective as soon as possible after the approval of Advice 3338-E, which requires Commission resolution.
PG&E submits this filing as a Tier 2.

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. Address changes 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 that reads "Brian Cherry / lmt". The signature is written in a cursive style with a vertical line separating the first name from the middle initial and last name.

Vice President, Regulatory Relations

cc: Service List – Advice Letter 3339-E

***** SERVICE LIST Advice 3339-E *****
APPENDIX A

***** STATE EMPLOYEES *****

Peter V. Allen
Administrative Law Judge Division
505 VAN NESS AVE
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Brewster Fong
Division Ratepayer Advocates
505 VAN NESS AVE
San Francisco CA 94102 3298
(415) 703- 2187
bfs@cpuc.ca.gov

***** AGENCIES *****

Sonoma County Department of Transportation and
Public Works
Director: Phillip Demery
2300 County Center Drive, Suite B100
Santa Rosa, CA 95403
Direct: (707) 565-2231
Fax: (707) 565-2620

***** 3rd Party *****

McEvoy Power, LLC
c/o Russ Morita
5935 Red Hill Road
Petaluma, CA 94952-0341
Tel: (707) 778-2307
Fax: (707) 778-0128

Paul C. Lacourciere
Thelen Reid Brown Raysman & Steiner LLP
101 Second Street
Suite 1800
San Francisco, CA 94105
Direct: (415) 369-7601
Fax: (415) 369-8765
Email: placourciere@thelen.com

Coblentz, Patch, Duffy & Bass LLP
c/o Paul Escobosa
One Ferry Building, Suite 200
San Francisco, CA 94111
Direct: (415) 772-5710
Fax: (415) 989-1663
Email: paul@escobosa.com

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: Linda Tom-Martinez
Phone #: (415) 973-4612
E-mail: lmt1@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) #: **3339-E**

Tier: 2

Subject of AL: Request to Consolidate Accounts Under a Single General Service Rate Schedule at 5935 Red Hill Road, Petaluma, CA

Keywords (choose from CPUC listing): Consolidate Tariffs

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 AL¹: _____

Is AL requesting confidential treatment? If so, what information is the utility seeking confidential treatment for:

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: **as soon as possible after approval of Advice 3338-E** 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 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

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

Aglet	Department of the Army	Northern California Power Association
Agnews Developmental Center	Dept of General Services	Occidental Energy Marketing, Inc.
Alcantar & Kahl	Division of Business Advisory Services	OnGrid Solar
Ancillary Services Coalition	Douglas & Liddell	PITCO
Anderson & Poole	Douglass & Liddell	PPL EnergyPlus, LLC
Arizona Public Service Company	Downey & Brand	Pinnacle CNG Company
BART	Duke Energy	Praxair
BP Energy Company	Duncan, Virgil E.	R. W. Beck & Associates
Barkovich & Yap, Inc.	Dutcher, John	RCS, Inc.
Bartle Wells Associates	Ellison Schneider & Harris LLP	RMC Lonestar
Blue Ridge Gas	Energy Management Services, LLC	Recon Research
Braun & Associates	FPL Energy Project Management, Inc.	SCD Energy Solutions
C & H Sugar Co.	Foster Farms	SCE
CA Bldg Industry Association	Foster, Wheeler, Martinez	SESCO
CAISO	Franciscan Mobilehome	SMUD
CLECA Law Office	G. A. Krause & Assoc.	SPURR
CSC Energy Services	GLJ Publications	Santa Fe Jets
California Cotton Ginners & Growers Assn	Goodin, MacBride, Squeri, Schlotz & Ritchie	Seattle City Light
California Energy Commission	Green Power Institute	Sempra Utilities
California League of Food Processors	Hanna & Morton	Sequoia Union HS Dist
California Public Utilities Commission	Heeg, Peggy A.	Sierra Pacific Power Company
California Water Company	Hitachi	Silicon Valley Power
Calpine	Hogan Manufacturing, Inc.	Smurfit Stone Container Corp
Cameron McKenna	Imperial Irrigation District	Southern California Edison Company
Cardinal Cogen	Innercite	St. Paul Assoc.
Casner, Steve	International Power Technology	Sunshine Design
Cerox	Intestate Gas Services, Inc.	Sutherland, Asbill & Brennan
Chamberlain, Eric	J. R. Wood, Inc.	TFS Energy
Chevron Company	JTM, Inc.	Tabors Caramanis & Associates
Chris, King	Los Angeles Dept of Water & Power	Tecogen, Inc.
City of Glendale	Luce, Forward, Hamilton & Scripps LLP	Tioga Energy
City of Palo Alto	MBMC, Inc.	TransCanada
City of San Jose	MRW & Associates	Turlock Irrigation District
Clean Energy Fuels	Manatt Phelps Phillips	U S Borax, Inc.
Coast Economic Consulting	Matthew V. Brady & Associates	United Cogen
Commerce Energy	McKenzie & Associates	Utility Cost Management
Commercial Energy	Meek, Daniel W.	Utility Resource Network
Constellation	Merced Irrigation District	Utility Specialists
Constellation New Energy	Mirant	Vandenberg Air Force
Consumer Federation of California	Modesto Irrigation District	Verizon
Crossborder Energy	Morgan Stanley	Wellhead Electric Company
Davis Wright Tremaine LLP	Morrison & Foerster	Western Manufactured Housing Communities Association (WMA)
Day Carter Murphy	New United Motor Mfg., Inc.	White & Case
Defense Energy Support Center	Norris & Wong Associates	eMeter Corporation
Department of Water Resources	North Coast SolarResources	