

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



February 13, 2009

Advice Letter 2985-G/3393-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 Authorization to Transfer Unspent Electric Energy Efficiency Funds to Gas so that the Allocation of the Recently Augmented Funds Matches the Allocation used for the PY 2006-2008 Funds

Dear Mr. Cherry:

Advice Letter 2985-G/3393-E is effective February 4, 2009.

Sincerely,

A handwritten signature in blue ink that reads "Julie A. Fitch".

Julie A. Fitch, 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

January 5, 2009

Advice 2985-G/3393-E

(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Request Authorization to Transfer Unspent Electric Energy Efficiency Funds to Gas so that the Allocation of the Recently Augmented Funds Matches the Allocation used for the PY 2006-2008 Funds

Pacific Gas and Electric Company (PG&E) requests approval to transfer \$3.5 million from the Electric Public Purpose Program Energy Efficiency Balancing Account (Electric PPPEEBA) and the Procurement Energy Efficiency Balancing Account (PEEBA), to the Gas PPPEEBA, so that the allocation of the recently authorized augmented funds between balancing accounts matches the allocation of the Program Year (PY) 2006-2008 funds.

Purpose

On November 6, 2008, the CPUC issued Resolution G-3421 approving the transfer of \$46.3 million in pre-2006 unspent, uncommitted energy efficiency (EE) funds to the 2006-2008 portfolio budgets to fund currently authorized 2006-2008 EE resource programs through the end of the year. PG&E had made this request in Advice Letter 2938-G/G-A/3298-E/E-A.

As approved in Decision (D.) 05-09-043, PG&E's PY 2006-2008 EE budget is allocated 86 percent to electric and 14 percent to gas. As shown in Table I below, the \$46.3 million in pre-2006 unspent, uncommitted EE funds that were carried forward from various program years and balancing accounts to the PY 2006-2008 EE budgets result in an allocation of 94% to electric and 6% to gas, with no additional pre-2006 gas funds available to maintain the authorized allocation. PG&E would need to transfer \$3.5 million of the augmented funds from electric to gas in order to maintain the authorized allocation of 86%/14% for PY 2006-2008 expenses recorded in the balancing accounts.

Table I
Proposed Reallocation of Gas and Electric Unspent, Uncommitted pre-2006 EE Funds

	Electric	Gas	Total
Total Carry-forward funds	\$43,331,809 (94%)	\$2,968,191 (6%)	\$46,300,000
Proposed Reallocation	(\$3,513,809)	\$3,513,809	\$ 0
Proposed Adjusted Carry-forward Funds	\$39,818,000 (86%)	\$6,482,000 (14%)	\$46,300,000

PG&E proposes to transfer \$3.5 million in total from the electric PPPEEBA and the electric PEEBA to the gas PPPEEBA, as shown in Table II below, to allocate the recently augmented funds to match the 86/14 electric/gas allocation of the PY 2006-2008 EE Funding, and to maintain the 36%/64% split between adopted electric PGC and procurement funding.

Table II
Detail of Proposed Balancing Account Transfer

Funding Source	Transferred Balances Prior to Adjustment	Requested Adjustment	Adjusted Balances
Total Electric Funding	\$ 43,331,809	\$ (3,513,809)	\$ 39,818,000
Electric PGC (electric-PPPEEBA)	\$ 15,599,451	\$ (1,264,971)	\$ 14,334,480
Electric Procurement (PEEBA)	\$ 27,732,358	\$ (2,248,838)	\$ 25,483,520
Gas Funding (gas-PPPEEBA)	\$ 2,968,191	\$ 3,513,809	\$ 6,482,000
Total			\$ 46,300,000

Approval of this request will allow all PY 2006-2008 expenses to be recorded consistent with the funding creating an easier audit trail for amounts recorded in the balancing accounts and for tracking savings associated with the augmented funding.

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 26, 2009**, which is 21 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: ijnj@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 regular notice, **February 4, 2009**, 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 parties on the service list for R.06-04-010. 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 cursive script that reads "Brian K. Cherry / dc".

Vice President, Regulatory Relations

Attachments

cc: Service List R.06-04-010

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: Daren Chan

Phone #: (415) 973-5361

E-mail: D1Ct@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) #: 2985-G/3393-E

Tier: [2]

Subject of AL: Request Authorization to Transfer Unspent Electric Energy Efficiency Funds to Gas so that the Allocation of the Recently Augmented Funds Matches the Allocation used for the PY 2006-2008 Funds

Keywords (choose from CPUC listing): energy efficiency, compliance

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: **February 4, 2009**

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:

Service affected and changes proposed:

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	PPL EnergyPlus, LLC
Anderson & Poole	Douglass & Liddell	Pinnacle CNG Company
Arizona Public Service Company	Downey & Brand	Praxair
BART	Duke Energy	R. W. Beck & Associates
BP Energy Company	Duncan, Virgil E.	RCS, Inc.
Barkovich & Yap, Inc.	Dutcher, John	RMC Lonestar
Bartle Wells Associates	Ellison Schneider & Harris LLP	Recon Research
Blue Ridge Gas	Energy Management Services, LLC	SCD Energy Solutions
Braun & Associates	FPL Energy Project Management, Inc.	SCE
C & H Sugar Co.	Foster Farms	SESCO
CA Bldg Industry Association	Foster, Wheeler, Martinez	SMUD
CAISO	Franciscan Mobilehome	SPURR
CLECA Law Office	G. A. Krause & Assoc.	Santa Fe Jets
CSC Energy Services	GLJ Publications	Seattle City Light
	Goodin, MacBride, Squeri, Schlotz & Ritchie	Sempra Utilities
California Cotton Ginners & Growers Assn	Green Power Institute	Sequoia Union HS Dist
California Energy Commission	Hanna & Morton	Sierra Pacific Power Company
California League of Food Processors	Heeg, Peggy A.	Silicon Valley Power
California Public Utilities Commission	Hitachi	Smurfit Stone Container Corp
Calpine	Hogan Manufacturing, Inc.	Southern California Edison Company
Cameron McKenna	Imperial Irrigation District	St. Paul Assoc.
Cardinal Cogen	Innercite	Sunshine Design
Casner, Steve	International Power Technology	Sutherland, Asbill & Brennan
Cerox	Intestate Gas Services, Inc.	TFS Energy
Chamberlain, Eric	J. R. Wood, Inc.	Tabors Caramanis & Associates
Chevron Company	JTM, Inc.	Tecogen, Inc.
Chris, King	Los Angeles Dept of Water & Power	Tiger Natural Gas, 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)
		White & Case
Day Carter Murphy	New United Motor Mfg., Inc.	eMeter Corporation
Defense Energy Support Center	Norris & Wong Associates	
Department of Water Resources	North Coast SolarResources	