

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



July 25, 2011

Advice Letter 3220-G/3866-E

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

Subject: Add One New Site to Hazardous Substance Mechanism

Dear Mr. Cherry:

Advice Letter 3220-G/3866-E is effective July 25, 2011.

Sincerely,

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

Julie A. Fitch, Director
Energy Division



June 24, 2011

Advice 3220-G/3866-E

(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Add One New Site to Hazardous Substance Mechanism

Purpose

Pacific Gas & Electric Company ("PG&E") hereby requests California Public Utilities Commission ("Commission") approval to include one additional site in the Hazardous Substance Cost Recovery Account as referenced within Gas Preliminary Statement Part AN and Electric Preliminary Statement Part S, *Hazardous Substance*, in compliance with Decision ("D.") 94-05-020. A description of each site is set forth in Attachment I to this filing. The site is as follows:

| Site Name | Location |
|--------------------|--|
| Del Monte Property | 401 Kolb Avenue Seaside, California |

Background

D.94-05-020 requires California utilities to file an advice letter in order to include additional sites as part of the Hazardous Substance Mechanism. For each site the advice letter shall list: 1) the name of the site(s); 2) the location of the site(s); 3) the source, nature and approximate date of the contamination; 4) utility operations (historical and current) at the site(s), if any; and 5) environmental agency actions and oversight regarding the site(s), if any. In addition, D. 96-07-016 requires utilities to demonstrate that: 1) clean-up costs for which recovery is being sought are not being recovered through base rates or through any other recovery procedure, and 2) all of the costs for which recovery is being sought are hazardous waste clean-up costs (including insurance costs) found appropriate for recovery in the Collaborative Report.

Protests

Anyone wishing to protest this filing may do so by sending a letter by **July 14, 2011**, which is **20** days from the date of this filing. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. Protests should be mailed to:

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

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

Copies should also be mailed to the attention of the Director, Energy Division, Room 4005, and Honesto Gatchalian, Energy Division, at the address shown above. It is also requested that a copy of the protest be sent via postal mail and facsimile to Pacific Gas and Electric Company on the same date it is mailed or delivered to the Commission at the address shown below:

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

Facsimile: (415) 973-6520
E-mail: PG&ETariffs@pge.com

Effective Date

PG&E requests that this advice filing become effective on **July 25, 2011**, which is 31 days after the date of filing. This Advice Letter is submitted as a Tier 2 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. Address changes to the General Order 96-B service list should be directed to e-mail PGETariffs@pge.com. Send all electronic approval letters 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 Cherry".

Vice President – Regulation and Rates

cc: Robert Finkelstein - TURN (bfinkelstein@turn.org)

Attachments

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) #: **3220-G/3866-E**

Tier: 2

Subject of AL: **Add One New Site to Hazardous Substance Mechanism**

Keywords (choose from CPUC listing): HSM

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

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: D.94-05-020

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: **July 25, 2011**

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, Regulation and Rates
77 Beale Street, Mail Code B10C
P.O. Box 770000
San Francisco, CA 94177
E-mail: PGETariffs@pge.com

Site Name: Del Monte Property

Location: 401 Kolb Avenue
Seaside, California

Source, Nature, and Approximate Date of Contamination: Two environmental site assessments performed in September and October 2010 at PG&E sites similar to the Del Monte Property identified historical activities that may have resulted in releases of lead, asbestos and possibly other chemicals.

Utility Operations at the Site: The Del Monte Property is owned by and is ancillary property to the Del Monte Substation. The Del Monte Substation has been operated by PG&E since the 1960s. Facilities at the Del Monte Property include cabins that were built in the early- to mid-1900s and used by employees.

Environmental Agency Actions: No agency is involved to date.

Nature of Costs: The Del Monte Property cleanup costs for which PG&E is seeking HSM recovery are not being recovered in base rates or through any other recovery procedure. All cleanup costs to be recorded by PG&E in the HSM memorandum accounts will be hazardous substance cleanup costs found appropriate for recovery in the Hazardous Substance Cleanup Cost Recovery Collaborative Report.

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

| | | |
|--|---|--|
| AT&T | Dept of General Services | Occidental Energy Marketing, Inc. |
| Alcantar & Kahl LLP | Douglass & Liddell | OnGrid Solar |
| Ameresco | Downey & Brand | Praxair |
| Anderson & Poole | Duke Energy | R. W. Beck & Associates |
| Arizona Public Service Company | Economic Sciences Corporation | RCS, Inc. |
| BART | Ellison Schneider & Harris LLP | Recurrent Energy |
| Barkovich & Yap, Inc. | Foster Farms | SCD Energy Solutions |
| Bartle Wells Associates | G. A. Krause & Assoc. | SCE |
| Bloomberg | GLJ Publications | SMUD |
| Bloomberg New Energy Finance | GenOn Energy, Inc. | SPURR |
| | Goodin, MacBride, Squeri, Schlotz & Ritchie | San Francisco Public Utilities Commission |
| Boston Properties | Green Power Institute | |
| Braun Blaising McLaughlin, P.C. | Hanna & Morton | Santa Fe Jets |
| Brookfield Renewable Power | Hitachi | Seattle City Light |
| CA Bldg Industry Association | In House Energy | Sempra Utilities |
| CLECA Law Office | International Power Technology | Sierra Pacific Power Company |
| CSC Energy Services | Intestate Gas Services, Inc. | Silicon Valley Power |
| California Cotton Ginners & Growers Assn | Lawrence Berkeley National Lab | Silo Energy LLC |
| California Energy Commission | Los Angeles Dept of Water & Power | Southern California Edison Company |
| California League of Food Processors | Luce, Forward, Hamilton & Scripps LLP | Spark Energy, L.P. |
| California Public Utilities Commission | MAC Lighting Consulting | Sun Light & Power |
| Calpine | MBMC, Inc. | Sunshine Design |
| Casner, Steve | MRW & Associates | Sutherland, Asbill & Brennan |
| Chris, King | Manatt Phelps Phillips | Tabors Caramanis & Associates |
| City of Palo Alto | McKenzie & Associates | Tecogen, Inc. |
| City of Palo Alto Utilities | Merced Irrigation District | Tiger Natural Gas, Inc. |
| Clean Energy Fuels | Modesto Irrigation District | TransCanada |
| Coast Economic Consulting | Morgan Stanley | Turlock Irrigation District |
| Commercial Energy | Morrison & Foerster | United Cogen |
| Consumer Federation of California | NLine Energy, Inc. | Utility Cost Management |
| Crossborder Energy | NRG West | Utility Specialists |
| Davis Wright Tremaine LLP | Navigant Consulting | Verizon |
| Day Carter Murphy | Norris & Wong Associates | Wellhead Electric Company |
| | | Western Manufactured Housing Communities Association (WMA) |
| Defense Energy Support Center | North America Power Partners | eMeter Corporation |
| Department of Water Resources | North Coast SolarResources | |