

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



January 29, 2007

Advice Letter 2794-G

Rose de la Torre
Pacific Gas & Electric
77 Beale Street, Room 1088
Mail Code B10C
San Francisco, CA 94105

Subject: Schedule G-SUR Rate Effective January 1, 2007

Dear Ms. de la Torre:

Advice Letter 2794-G is effective January 1, 2007. A copy of the advice letter is returned herewith for your records.

Sincerely,

Sean H. Gallagher, Director
Energy Division

REGULATORY RELATIONS	
Tariffs Section	
M Brown	D Poster
R Dela Torre	S Ramaiya
B Lam	
FEB - 6 2007	
Records _____	
Return to _____	File _____
cc to _____	



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

415.973.4977
Internal: 223.4977
Fax: 415.973.7226
Internet: BKC7@pge.com

December 21, 2006

Advice 2794-G

(Pacific Gas and Electric Company ID U39G)

Public Utilities Commission of the State of California

Subject: January 2007 G-SUR Rate Change

Pacific Gas and Electric Company (PG&E) hereby submits for filing revisions to its gas tariffs. The affected tariff sheets are listed on the enclosed Attachment I.

Purpose

The purpose of this filing is to submit monthly revisions to the gas Schedule G-SUR effective **January 1, 2007**. In accordance with Resolution G-3326, the Schedule G-SUR rate now changes in conjunction with core gas procurement rates, which is generally on the 5th business day of the month. However, Decision (D.) 98-07-025 allows PG&E to change its core procurement rates on the first day of the month when gas transportation rates change on the first of the month, which is the case this month.

Pursuant to Public Utilities Code Sections 6350-6354, gas volumes procured by customers from third-party entities and transported by PG&E may be subject to a gas franchise fee surcharge under Schedule G-SUR--*Customer-Procured Gas Franchise Fee Surcharge*. The franchise fee surcharge is calculated based on the monthly core Weighted Average Cost of Gas (WACOG), exclusive of storage costs, and franchise fees and uncollectibles, multiplied by the franchise fee factor adopted in PG&E's most recent General Rate Case.*

Effective **January 1, 2007**, the G-SUR price is **\$0.00659** per therm. The price in this advice filing shall remain in effect until the next such filing with the CPUC. Prices are posted on PG&E's internet website at:

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

* This includes revised Franchise Fee factor of 0.009765, per 2003 General Rate Case D.04-05-055.

Protests

Anyone wishing to protest this filing may do so by sending a letter within 20 days of the date of this filing, **January 10, 2007**. 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
505 Van Ness Avenue
San Francisco, California 94102

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

Protests also should be sent by e-mail and facsimile to Mr. Honesto Gatchalian, Energy Division, as shown above, and by U.S. mail to Mr. Gatchalian at the above address.

The protests should be sent via both e-mail and facsimile to PG&E on the same date it is mailed or delivered to the Commission at the address shown below.

Pacific Gas and Electric Company
Attn: Brian K. Cherry
Vice President, Regulatory Relations
77 Beale Street, Mailcode B10C
P.O. Box 770000
San Francisco, CA 94177

Facsimile: (415) 973-7226
E-mail: PGETariffs@pge.com

Notice

In accordance with Section III, Paragraph G, of General Order 96-A, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list.

Handwritten signature of Brian K. Cherry in cursive script.

Director - Regulatory Relations

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)**

Utility type:

ELC

GAS

PLC

HEAT

WATER

Contact Person: Rose de la Torre

Phone #: (415) 973-4716

E-mail: rxdd@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) #: **2794-G**

Subject of AL: Schedule G-SUR rate effective January 1, 2007

Keywords (choose from CPUC listing): **FRANCHISE FEE, SURCHARGE**

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

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: P.U. Code 6350-6354, D. 98-07-025, Res. G-3326

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: N/A

Summarize differences between the AL and the prior withdrawn or rejected AL¹: _____

Resolution Required? Yes No

Requested effective date: **1/1/07**

No. of tariff sheets: **3**

Estimated system annual revenue effect (%): Unknown

Estimated system average rate effect (%): Unknown

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: Schedule G-SUR

Service affected and changes proposed¹: Monthly G-SUR price change effective January 1, 2007

Pending advice letters that revise the same tariff sheets: N/A

Protests 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

Attention: Tariff Unit

505 Van Ness Ave.,

San Francisco, CA 94102

jjr@cpuc.ca.gov and jnj@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

¹ Discuss in AL if more space is needed.

**ATTACHMENT 1
Advice 2794-G**

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
24606-G	Schedule G-SUR--Customer-Procured Gas Franchise Fee Surcharge	24523-G
24607-G	Table of Contents -- Rate Schedules	24429-G
24608-G	Table of Contents -- Title Page	New



SCHEDULE G-SUR—CUSTOMER-PROCURED GAS FRANCHISE FEE SURCHARGE

APPLICABILITY: Pursuant to California State Senate Bill No. 278 (1993) and pursuant to PU Code Sections 6350-6354, this schedule applies to all gas volumes procured by Customers from third-party entities and transported by PG&E ("Customer-procured gas") with the following exceptions:

- a. The State of California or a political subdivision thereof;
- b. One gas utility transporting gas for end use in its Commission-designated service area through another utility's service area;
- c. A utility transporting its own gas through its own gas transmission and distribution system for purposes of generating electricity or for use in its own operations; and
- d. Cogeneration Customers, for that quantity of natural gas billed under Schedule G-EG.

TERRITORY: Schedule G-SUR applies everywhere PG&E provides natural gas service.

RATES: The Customer-procured gas Franchise Fee Surcharge is comprised of the following components:

a. The monthly core Weighted Average Cost of Gas (WACOG), exclusive of storage costs and Franchise Fees and Uncollectibles, which is	<u>Per Therm</u> \$0.67482 (R)
multiplied by:	
b. The Franchise Fee factor* adopted in PG&E's most recent General Rate Case, which is	0.009765
The G-SUR Franchise Fee Surcharge is	\$0.00659 (R)

SURCHARGE RECOVERY: The surcharge will be shown on the Customer's monthly bill based on volumes procured by the Customer from a third party and transported by PG&E (metered usage).

DELINQUENT SURCHARGES: In the event that payment on a transportation Customer's closed account becomes more than 90 days delinquent or a transportation Customer notifies the utility that they refuse to pay the surcharge, PG&E shall, within 30 days, notify the municipality of the delinquency and provide information on the name and address of the delinquent transportation Customer and the surcharge amount owed. PG&E shall not be liable for delinquent surcharges.

* Does not include Uncollectibles factor of 0.002024.

(Continued)



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**Rate Schedules
 Other**

SCHEDULE	TITLE OF SHEET	CAL P.U.C. SHEET NO.
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G-CT	Core Gas Aggregation Service.....	23588, 21740, 20050, 21741, 20052, 23302, 24307-24308, 20903, 22918, 23305, 22155-22158-G
G-CRED	Billing Credits for CTA-Consolidated Billing	20063-G
G-SUR	Customer-Procured Gas Franchise Fee Surcharge	24606-G
G-ESP	Consolidated Pacific Gas and Electric Company Billing Services to Core Transport Agents.....	21739-G
G-10/20	Winter Gas Savings Program.....	24147, 24147-24148-G

(T)

**Rate Schedules
 Experimental**

G-PPPS	Gas Public Purpose Program Surcharge	23751, 23704-G
G-NGV1	Experimental Natural Gas Service for Compression on Customers Premises.....	24425, 18625-G
G-NGV2	Experimental Compressed Natural Gas Service	24426, 18626-G
G-NGV4	Experimental Gas Transportation Service to Noncore Natural Gas Vehicles.....	23669, 23915, 22070-G
G-LNG	Experimental Liquefied Natural Gas Service.....	23914, 21890-G



Pacific Gas and Electric Company
San Francisco, California

Canceling

Revised
 Revised

Cal. P.U.C. Sheet No. 24608-G
 NEW

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Maps, Contracts and Deviations	23208-G	
Sample Forms	24347-G	

**PG&E Gas and Electric Advice
Filing List
General Order 96-A, Section III(G)**

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	Stanford University
California ISO	International Power Technology	Sutherland, Asbill & Brennan
Calpine	Interstate Gas Services, Inc.	Tabors Caramanis & Associates
Calpine Corp	IUCG/Sunshine Design LLC	Tecogen, Inc
Calpine Gilroy Cogen	J. R. Wood, Inc	TFS Energy
Cambridge Energy Research Assoc	JTM, Inc	Transcanada
Cameron McKenna	Luce, Forward, Hamilton & Scripps	Turlock Irrigation District
Cardinal Cogen	Manatt, Phelps & Phillips	U S Borax, Inc
Cellnet Data Systems	Marcus, David	United Cogen Inc.
Chevron Texaco	Matthew V. Brady & Associates	URM Groups
Chevron USA Production Co.	Maynor, Donald H.	Utility Cost Management LLC
City of Glendale	MBMC, Inc.	Utility Resource Network
City of Healdsburg	McKenzie & Assoc	Wellhead Electric Company
City of Palo Alto	McKenzie & Associates	Western Hub Properties, LLC
City of Redding	Meek, Daniel W.	White & Case
CLECA Law Office	Mirant California, LLC	WMA
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	