October 18, 2006

Advice Letter 2759-G/2902-E

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

Subject: Elimination of pension interest memorandum accounts for electric and gas for 2006 pension contribution

Dear Ms de la Torre:

Advice Letter 2759-G/2902-E is effective October 15, 2006. A copy of the advice letter is returned herewith for your records.

Sincerely,

Sean H. Gallagher, Director
Energy Division
September 15, 2006

Advice 2759-G/2902-E
(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Elimination of Pension Interest Memorandum Accounts for Electric and Gas for 2006 Pension Contribution

PG&E is submitting this advice letter to close electric Preliminary Statement EB – Pension Interest Memorandum Account (PIMA-E) and gas Preliminary Statement BN – Pension Interest Memorandum Account (PIMA-G). Attachment 1 to this advice letter shows the elimination of these two Preliminary Statements.

Background


Subsequently, on June 20, 2006, PG&E filed supplemental Advice Letter 2703-G-A/2782-E-A which modified the PIMA-E and PIMA-G by eliminating the references to the “subject to refund” description of the revenue requirements. 2703-G-A/2782-E-A was approved by the Commission on July 12, 2006, and was made effective as of January 1, 2006.

In Advice 2703-G-A/2782-E-A PG&E stated that upon completion of the 2006 contribution to the Pension Plan trust in accordance with Decision (D.) 06-06-014, PG&E will file an advice letter closing the PIMA-E and PIMA-G as they will no longer be necessary. The 2006 contribution to the Pension Plan trust was made on July 20, 2006, and with this advice filing, the PIMA-E and PIMA-G are hereby closed.
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 20 days after the date of this filing, which is October 5, 2006. 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: jjr@cpuc.ca.gov and jnj@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:

Pacific Gas and Electric Company  
Attention: Brian Cherry  
Director, Regulatory Relations  
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, October 15, 2006, which is 30 calendar days after the date of filing.

Notice

In accordance with General Order 96-A, Section III, Paragraph G, 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.04-08-020. 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
Attachment 1

cc: Service List - A.05-12-021
Company name/CPUC Utility No. Pacific Gas and Electric Company U39M

<table>
<thead>
<tr>
<th>Utility type:</th>
<th>Contact Person: David Poster</th>
</tr>
</thead>
<tbody>
<tr>
<td>☑ ELC</td>
<td>☑ GAS</td>
</tr>
<tr>
<td>☐ PLC</td>
<td>☐ HEAT ☐ WATER</td>
</tr>
<tr>
<td></td>
<td>Phone #: (415) 973-1082</td>
</tr>
<tr>
<td></td>
<td>E-mail: <a href="mailto:dxpu@pge.com">dxpu@pge.com</a></td>
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<table>
<thead>
<tr>
<th>EXPLANATION OF UTILITY TYPE</th>
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<tbody>
<tr>
<td>ELC = Electric</td>
</tr>
<tr>
<td>GAS = Gas</td>
</tr>
<tr>
<td>PLC = Pipeline</td>
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<tr>
<td>HEAT = Heat</td>
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<tr>
<td>WATER = Water</td>
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</tbody>
</table>

Advice Letter (AL) #: 2759-G/2902-E  
Subject of AL: Elimination of Pension Interest Memorandum Accounts for Electric and Gas for 2006 Pension Contribution  
Keywords (choose from CPUC listing): Pension  
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 ________________________________
Summarize differences between the AL and the prior withdrawn or rejected AL: ___________________
___________________________________________________________________________________________________

Resolution Required? ☐ Yes ☑ No
Requested effective date: 10/15/2006  
No. of tariff sheets: 0
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: Eliminating Preliminary Statement EB (electric) and BN (gas)

Service affected and changes proposed: N/A

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
<table>
<thead>
<tr>
<th>Cal P.U.C. Sheet No.</th>
<th>Title of Sheet</th>
<th>ATTACHMENT 1 Advice 2759-G Cancelling Cal P.U.C. Sheet No.</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>Preliminary Statement Part BN—Pension Interest Memorandum Account (PIMA-G)</td>
<td>23777-G**</td>
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<tr>
<th>Cal P.U.C. Sheet No.</th>
<th>Title of Sheet</th>
<th>ATTACHMENT 1 Advice 2902-E Cancelling Cal P.U.C. Sheet No.</th>
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<tbody>
<tr>
<td></td>
<td>Preliminary Statement Part EB—Pension Interest Memorandum Account (PIMA-E)</td>
<td>24336-E***</td>
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</table>
PG&E Gas and Electric Advice
Filing List
General Order 96-A, Section III(G)

ABAG Power Pool
Accent Energy
Agnews Developmental Center
Ahmed, Ali
Alcantar & Elsesser
Ancillary Services Coalition
Anderson Donovan & Poole P.C.
Applied Power Technologies
APS Energy Services Co Inc
Arter & Hadden LLP
Avista Corp
Barkovich & Yap, Inc.
BART
Bartle Wells Associates
Blue Ridge Gas
Bloomberg Development Co
BP Energy Company
Braun & Associates
C & H Sugar Co.
CA Bldg Industry Association
CA Cotton Ginners & Growers Assoc.
CA League of Food Processors
CA Water Service Group
California Energy Commission
California Farm Bureau Federation
California Gas Acquisition Svcs
California ISO
Calpine
Calpine Corp
Calpine Gilroy Cogen
Cambridge Energy Research Assoc
Cameron McKenna
Cardinal Cogen
Cellnet Data Systems
Chevron Texaco
Chevron USA Production Co.
Childress, David A.
City of Glendale
City of Healdsburg
City of Palo Alto
City of Redding
CLECA Law Office
Commerce Energy
Constellation New Energy
CPUC
Cross Border Inc
Crossborder Inc
CSC Energy Services
Davis, Wright, Tremaine LLP
Defense Fuel Support Center
Department of the Army
Department of Water & Power City
DGS Natural Gas Services
Douglas & Liddell
Downey, Brand, Seymour & Rohwer
Duke Energy
Duke Energy North America
Duncan, Virgil E.
Dutcher, John
Dynegy Inc.
Ellison Schneider
Energy Law Group LLP
Energy Management Services, LLC
Exelon Energy Ohio, Inc
Exeter Associates
Foster Farms
Foster, Wheeler, Martinez
Franciscan Mobilehome
Future Resources Associates, Inc
G. A. Krause & Assoc
Gas Transmission Northwest Corporation
GLJ Energy Publications
Goodin, MacBride, Squeri, Schlotz & Hanna & Morton
Heeg, Peggy A.
Hitachi Global Storage Technologies
Hogan Manufacturing, Inc
House, Lon
Imperial Irrigation District
Integrated Utility Consulting Group
International Power Technology
Interstate Gas Services, Inc.
IUCG/Sunshine Design LLC
J. R. Wood, Inc
JTM, Inc
Luce, Forward, Hamilton & Scripps
Manatt, Phelps & Phillips
Marcus, David
Matthew V. Brady & Associates
Maynor, Donald H.
McKenzie & Assoc
McKenzie & Associates
Meek, Daniel W.
Mirant California, LLC
Modesto Irrigation Dist
Morrison & Foerster
Morse Richard Weisenmiller & Assoc.
Navigant Consulting
New United Motor Mfg, Inc
Norris & Wong Associates
North Coast Solar Resources
Northern California Power Agency
Office of Energy Assessments
OnGrid Solar
Palco Alto Muni Utilities
PG&E National Energy Group
Pinnacle CNG Company
PITCO
Plurimi, Inc.
PPL EnergyPlus, LLC
Praxair, Inc.
Price, Roy
Product Development Dept
R. M. Hairston & Company
R. W. Beck & Associates
Recon Research
Regional Cogeneration Service
RMC Lonestar
Sacramento Municipal Utility District
SCD Energy Solutions
Seattle City Light
Sempra
Sempra Energy
Sequoia Union HS Dist
SESCO
Sierra Pacific Power Company
Silicon Valley Power
Smurfit Stone Container Corp
Southern California Edison
SPURR
St. Paul Assoc
Stanford University
Sutherland, Asbill & Brennan
Tabors Caramanis & Associates
Tecogen, Inc
TFS Energy
Transcanada
Turlock Irrigation District
U S Borax, Inc
United Cogen Inc.
URM Groups
Utility Cost Management LLC
Utility Resource Network
Wellhead Electric Company
Western Hub Properties, LLC
White & Case
WMA

08-Aug-06