October 5, 2001

Advice 2344-G/2166-E

(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

Subject: Notification of the Creation of Two New Affiliates

<u>Purpose</u>

In accordance with Decision 97-12-088, Appendix A, Rule VI. B--New Affiliate Compliance Plans, Pacific Gas and Electric Company hereby notifies the Commission of the formation of a new affiliate, as defined by the Affiliate Transaction Rules.¹

Rule VI. B. Specifically requires that:

Upon creation of a new affiliate, which is addressed by these Rules, the utility shall immediately notify the Commission of the creation of the new affiliate, as well as posting notice on its electronic bulletin board. No later than 60 days after the creation of this affiliate, the utility shall file an advice letter with the Energy Division of the Commission, served on parties to this proceeding. The advice letter shall demonstrate how the utility will implement these Rules with respect to the new affiliate.

Attala Energy Company, LLC

Attala Energy Company, LLC was formed on August 10, 2001, as a special purpose entity required for the tolling portion of the Attala Project. The mailing address for Attala Energy Company, LLC is: 7500 Old Georgetown Road, 13th Floor, Bethesda, MD 20814-6161. Following are the Board of Control and Officers:

¹ PG&E reserves all legal rights to challenge the decisions or statutes under which it has been required to make this advice filing, and nothing in this advice filing constitutes a waiver of such rights. Also, PG&E reserves any additional legal rights to challenge the requirement to make this advice filing by reason of its status as a debtor under Chapter 11 of the Bankruptcy Code, and nothing in this advice filing constitutes a waiver of such rights.

P. Chrisman Iribe Board of Control, President and Chief

Operating Officer

John R. Cooper Board of Control, Senior Vice President,

and Treasurer

Lyndell E. Maddox Executive Vice President Sarah M. Barpoulis Senior Vice President

John C. Barpoulis Vice President and Assistant Treasurer

David W. Magill Vice President

David N. Bassett Vice President and Controller

Sanford L. Hartman Secretary

Nancy A. Manning
Suzanne Rich
Assistant Secretary
Assistant Secretary
Assistant Treasurer
Dena Chapin Nolte
Assistant Treasurer

Kentucky Hydro Holdings, LLC

Kentucky Hydro Holdings, LLC was formed on August 14, 2001, to acquire an equity interest in two hydro generating projects in Kentucky. The mailing address for Kentucky Hydro Holdings, LLC is: 7500 Old Georgetown Road, 13th Floor, Bethesda, MD 20814-6161. Following are the Board of Control and Officers:

P. Chrisman Iribe Board of Control, President, and Chief

Operating Officer

John R. Cooper Board of Control, Senior Vice President,

and Treasurer

John C. Barpoulis Vice President and Assistant Treasurer

F. Joseph Feyder Vice President
J. W. Maitland Horner Vice President
William F. Quinn Vice President

David N. Bassett Vice President and Controller

Sanford L. Hartman Secretary

Nancy A. Manning
Suzanne Rich
Assistant Secretary
Assistant Secretary
Assistant Treasurer
Dena Chapin Nolte
Assistant Treasurer

Questions regarding these affiliates should be addressed to Bsia Galawish, Pacific Gas and Electric Company's Manager of Affiliate Rules and Regulatory Compliance at (415) 973-4741.

Pacific Gas and Electric Company has previously posted notice of the formation of these affiliates on its affiliate transaction World Wide Web site and notified Commission staff.

No unusual or unique circumstances exist that would require affiliate transactions rule implementation measures for the affiliates listed above beyond those identified for other Rule II. B. Affiliates as listed in Attachment D to Pacific Gas and Electric Company's most recently filed Affiliate Rules Compliance Plan (Advice 2287-G/2067-E). The affiliate rules will apply to these affiliates. Therefore, Pacific Gas and Electric Company will apply all the provisions of its Affiliate Rules Compliance Plan to all transactions with these new affiliates.

This filing will not increase any other rate or charge, cause the withdrawal of service, or conflict with any rate schedule or rule.

Protests

Anyone wishing to protest this filing may do so by sending a letter by **October 25, 2001**, 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 sent by U.S. mail and via facsimile to:

IMC Branch Chief Energy Division California Public Utilities Commission 505 Van Ness Avenue, Room 4002 San Francisco, CA 94102 Facsimile: (415) 703-2200

Copies should also be mailed to the attention of the Director, Energy Division, Room 4005 and Jerry Royer, at the address shown above. It is also requested that a copy of the protest be sent via postal mail <u>and</u> 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 Attn: Les Guliasi Director, Regulatory Relations 77 Beale Street, Mailcode B10C P.O. Box 770000 San Francisco, CA 94177 Facsimile: (415) 973-7226

Effective Date

Pacific Gas and Electric Company requests that this filing become effective on October 5, 2001, which is 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 list for OIR 97-04-011/OII 97-04-012. Address change requests should be directed to Nelia Avendano at (415) 973-3529. Advice letter filings can also be accessed electronically at:

http://www.pge.com/customer_services/business/tariffs/

Vice President - Regulatory Relations

Attachment

cc: Service List - OIR 97-04-011/OII 97-04-012