



July 27, 2007

**Advice 2855-G/3093-E  
(Pacific Gas and Electric Company ID U 39 M)**

Public Utilities Commission of the State of California

**Subject:     **Revise the Electric Low Income Energy Efficiency Memorandum  
Account (LIEEMA); Close the Electric and Gas LIEEMA****

Pacific Gas and Electric Company (PG&E) hereby submits for filing revisions to its gas and electric tariffs. The affected tariff sheets are listed on the enclosed Attachment 1.

**Purpose**

This advice letter revises the electric LIEEMA to allow for a transfer of the balance to the Distribution Revenue Adjustment Mechanism (DRAM), pursuant to Resolution E-4108. Upon the completion of this transfer, PG&E will close the electric and gas LIEEMA.

On September 19, 2002, the California Public Utilities Commission (Commission) approved Resolution G-3340, which ordered PG&E to “establish a memorandum account to record costs for continuing the LIEE program through the end of PY 2002, subject to reasonableness review and future collection in rates.”<sup>1</sup> PG&E subsequently filed Advice Letter (AL) 2414-G/2290-E which created the electric and gas LIEEMA. Following Energy Division approval of AL 2414-G/2290-E on February 25, 2003, PG&E transferred the LIEE program expenses within the scope covered by Resolution G-3340 from the electric Public Purpose Programs Low Income Balancing Account (PPPLIBA) to the electric LIEEMA.<sup>2</sup> In 2004, the Commission conducted an audit of LIEE program expenses, which was later suspended. PG&E filed AL 2974-E on January 25, 2007, seeking recovery of the expenses recorded in the electric LIEEMA plus accrued interest.

On July 26, 2007, the Commission approved AL 2974-E in Resolution E-4108. In the Resolution, the Commission authorized PG&E to transfer the electric LIEEMA balance to the Distribution Revenue Adjustment Mechanism (DRAM) for recovery in the next Annual Electric True-Up.<sup>3</sup> PG&E files this AL to revise the electric LIEEMA preliminary statement by adding a new accounting procedure to allow for the transfer of the electric LIEEMA balance to the DRAM. Once this transfer has taken place,

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<sup>1</sup> Resolution G-3340, Ordering Paragraph 4.

<sup>2</sup> No expenses were ever recorded in the gas LIEEMA.

<sup>3</sup> Ordering Paragraph 2.

PG&E will close the electric and gas LIEEMA, as no further costs will be recorded in these accounts.

### **Tariff Changes**

PG&E provides in Attachment 1, revised Electric Preliminary Statement Part AK – Low Income Energy Efficiency Memorandum Account (LIEEMA).

### **Protest Period**

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 **August 16, 2007**, which is 20 days after the date of this filing.

CPUC Energy Division  
Tariff Files, Room 4005  
DMS Branch  
505 Van Ness Avenue  
San Francisco, California 94102

Facsimile: (415) 703-2200  
E-mail: [jjn@cpuc.ca.gov](mailto:jjn@cpuc.ca.gov) and [mas@cpuc.ca.gov](mailto: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 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.

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](mailto:PGETariffs@pge.com)

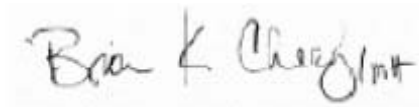
### **Effective Date**

PG&E requests that this advice filing become effective on regular notice, **August 26, 2007**, 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 service lists for A.05-06-006. Address changes to the General Order 96-B service list 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>

A handwritten signature in black ink that reads "Brian K. Chappell". The signature is written in a cursive style and is centered on the page.

Vice President - Regulatory Relations

Attachments

cc: Service List – A.05-06-006

# 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: Megan Hughes

Phone #: (415) 973-1877

E-mail: mehr@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) #: **2855-G/3093-E**

**Tier 2**

Subject of AL: Revise the Electric Low Income Energy Efficiency Memorandum Account (LIEEMA); Close the Electric and Gas LIEEMA

Keywords (choose from CPUC listing): LIEE, memorandum account

AL filing type:  Monthly  Quarterly  Annual  One-Time  Other \_\_\_\_\_

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: N/A

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<sup>1</sup>: \_\_\_\_\_

Resolution Required?  Yes  No

Requested effective date: **August 26, 2007**

No. of tariff sheets: 6

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: Gas Prelim Statement AK and Electric Prelim Statement AK

Service affected and changes proposed<sup>1</sup>: 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  
Tariff Files, Room 4005  
DMS Branch  
505 Van Ness Ave.,  
San Francisco, CA 94102  
jn@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**

<sup>1</sup> Discuss in AL if more space is needed.

**ATTACHMENT 1  
Advice 2855-G**

<b>Cal P.U.C. Sheet No.</b>	<b>Title of Sheet</b>	<b>Cancelling Cal P.U.C. Sheet No.</b>
25091-G	Table of Contents -- Preliminary Statements	24854-G
25092-G	Table of Contents -- Title Page	24995-G
Delete	Preliminary Statement Part AK--Low Income Energy Efficiency Memorandum Account	21244-G

**ATTACHMENT 1  
Advice 3093-E**

<b>Cal P.U.C. Sheet No.</b>	<b>Title of Sheet</b>	<b>Cancelling Cal P.U.C. Sheet No.</b>
26485-E	Preliminary Statement Part AK--Low Income Energy Efficiency Memorandum Account	19227-E
26486-E	Table of Contents -- Preliminary Statements	26416-E
26487-E	Table of Contents -- Title Page	26418-E

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Part AE	Core Pipeline Demand Charge Account .....	23301-G
Part AG	Core Firm Storage Account.....	23280-G
Part AH	Air Quality Adjustment Clause .....	14928-14930-G
Part AI	Applicant Installation Trench Inspection Deferred Account.....	19533-G
Part AJ	Applicant Installation Trench Inspection Memorandum Account.....	19534-G
Part AK	Low Income Energy Efficiency Memorandum Account .....	<del>delete</del> -G (D)
Part AN	Hazardous Substance Mechanism.....	23281-23283, 16693-16694-G
Part AV	Capital Audit Consultant Cost Memorandum Account .....	20432-G
Part AW	Self-Generation Program Memorandum Account .....	24767-G
Part AX	Food Service Technology Center Memorandum Account.....	20987-G
Part BA	Public Purpose Program - Energy Efficiency .....	23360-23361-G
Part BB	Public Purpose Program Memorandum Account .....	23362-23363-G
Part BC	Financial Hedging Memorandum Account (FHMA) .....	21818-G
Part BE	Part BE.....	21965-G
Part BF	Gas Reimbursable Fees Balancing Account.....	23763-G
Part BG	Gas Credit Facilities Fees Tracking Account .....	22096-G
Part BH	Public Purpose Program Surcharge - Low Income Energy Efficiency Balancing Account .....	23364-G
Part BI	Public Purpose Program Surcharge - Research, Development and Demonstration Balancing Account .....	23365-23366-G
Part BK	Advanced Metering Infrastructure Memorandum Account-Gas .....	23152-23153-G
Part BL	Noncore Distribution Fixed Cost Account.....	24740-G
Part BM	Gas Advanced Metering Account.....	23406-23407-G
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Rules	.....	24850-G	
Maps, Contracts and Deviations	.....	24904-G	
Sample Forms	.....	24844, 24933, 24851, 24674-G	



PRELIMINARY STATEMENT  
 (Continued)

AK. LOW INCOME ENERGY EFFICIENCY MEMORANDUM ACCOUNT (LIEEMA)

1. PURPOSE:

The purpose of the LIEEMA is to record the incremental costs for continuing the Low Income Energy Efficiency (LIEE) program through the end of Program Year 2002, subject to reasonableness review and future collection in rates as ordered in Resolution G-3340.

2. APPLICABILITY:

The LIEEMA shall apply to all customer classes, except for any classes that may be specifically excluded by the CPUC.

3. REVISION DATE:

Disposition of amounts in this account shall be determined in a future proceeding as authorized by the CPUC.

4. RATES:

This account does not have a rate component.

5. ACCOUNTING PROCEDURE:

PG&E shall maintain the LIEEMA by making entries at the end of each month as follows:

- a. A debit entry equal to the electric incremental portion of LIEE costs for continuing the LIEE program through the end of 2002.
- b. A credit entry to transfer the balance in the electric LIEEMA to the Distribution Revenue Adjustment Mechanism (DRAM) for recovery in the 2008 Annual Electric True-Up, pursuant to Resolution E-4108. (N)  
I  
(N)
- c. A debit entry equal to the interest on the average of the balance at the beginning of the month and the balance after the entries above, at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H. 15 or its successor.



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**Preliminary Statements**

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Part G	Catastrophic Event Memorandum Account .....	18998, 11740-E
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Part M	California Alternate Rates for Energy Account.....	26200-E
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Part R	Affiliate Transfer Fees Account .....	24313-E
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Part T	Qualifying Facility Contribution in Aid of Construction Memorandum Account.....	13426-E
Part U	Capital Audit Consultant Cost Memorandum Account .....	17993-E
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Part BO	Real Property Gain/Loss on Sale Memorandum Account.....	16651-E
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Part BU	Vegetation Management Balancing Account .....	26221-26222-E
Part BX	Interruptible Load Programs Memorandum Account.....	24733-24734-E
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**PG&E Gas and Electric  
Advice Filing List  
General Order 96-B, Section IV**

ABAG Power Pool  
Accent Energy  
Aglet Consumer Alliance  
Agnews Developmental Center  
Ahmed, Ali  
Alcantar & Kahl  
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  
Bohannon 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.  
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

Douglass & Liddell  
Downey, Brand, Seymour & Rohwer  
Duke Energy  
Duke Energy North America  
Duncan, Virgil E.  
Dutcher, John  
Dynergy 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.  
MBMC, Inc.  
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  
Palo 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  
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Tabors Caramanis & Associates  
Tecogen, Inc  
TFS Energy  
Transcanada  
Turlock Irrigation District  
U S Borax, Inc  
United Cogen Inc.  
URM Groups  
Utility Resource Network  
Wellhead Electric Company  
White & Case  
WMA