

Jane K. Yura
Vice President
Regulatory Relations

Pacific Gas and Electric Company 77 Beale St., Mail Code B10B P.O. Box 770000 San Francisco, CA 94177

Fax: 415.973.6520

April 30, 2010

Advice 3115-G

(Pacific Gas and Electric Company ID U39G)

Public Utilities Commission of the State of California

Subject: Revision to PG&E's Gas Rule 9

Pacific Gas and Electric Company (PG&E) hereby submits for filing revisions to Gas Rule 9. The revised tariff is included as Attachment 1 to this filing.

Purpose

The purpose of this Advice Letter is to revise Gas Rule 9 to notify customers that PG&E will disclose customer-specific information as necessary to comply with regulations, court orders, or law requiring such disclosure, including the requirements of new Federal Energy Regulatory Commission (FERC) regulations promulgated in Order Nos. 720 and 720-A.

Background

On January 21, 2010, the Federal Energy Regulatory Commission (FERC) issued Order No. 720-A, an Order on Rehearing and Clarification of Order No. 720, which requires major non-interstate pipelines to post on their public websites scheduled flow information for each receipt or delivery point with a design capacity greater than 15,000 MMBtu per day.¹ A major non-interstate pipeline is defined as a natural gas pipeline company or local distribution company that delivers more than 50 million MMBtu per year. This definition includes PG&E, and PG&E must comply with this rule by July 1, 2010.

Order Nos. 720 and 720-A implemented the FERC's authority under section 23 of the Natural Gas Act (NGA), which was added by the Energy Policy Act of 2005, to "facilitate price transparency in markets for the sale or transportation of physical natural gas in

¹ Pipeline Posting Requirements under Section 23 of the Natural Gas Act, Order No. 720-A, 75 Fed. Reg. 5,178 (Feb. 1, 2010), 130 FERC ¶ 61,040 (2010), errata notice on compliance deadline, (Jan. 27, 2010).

interstate commerce."² Congress granted the FERC this statutory authority to ensure transparency of natural gas prices, natural gas availability, and price formation in the interstate natural gas market.³ The FERC held in Order No. 720 that NGA section 23 authorizes the FERC to obtain and disseminate information, including information regarding non-interstate natural gas markets that affect the interstate natural gas market.

Pursuant to this FERC Order, PG&E will be required to post the next day's scheduled natural gas volumes at physical receipt and delivery points that have a design capacity of 15,000 MMBtu per day or greater. PG&E is also required to post the same information for virtual points for which there is no meter, such as the PG&E Citygate, or for meters for which the design capacity is unknown, if scheduled maximum natural gas volumes were equal to or greater than 15,000 MMBtu on any day within the prior three calendar years. PG&E is still collecting and evaluating data on end-use customer delivery points, but estimates that as many as one hundred (100) Noncore customer delivery points may be eligible for posting under the new regulations.

18 C.F.R. Section 284.14 delineates the information required to be posted for each receipt and delivery point and is provided below:

§ 284.14. Posting requirements of major non-interstate pipelines.

a(4) For each delivery or receipt point that must be posted, a major non-interstate pipeline must provide the following information by 10:00 p.m. central clock time the day prior to scheduled natural gas flow: Transportation Service Provider Name, Posting Date, Posting Time, Nomination Cycle, Location Name, Additional Location Information if Needed to Distinguish Between Points, Location Purpose Description (Receipt, Delivery, Bilateral, or Non-physical Scheduling Point), Posted Capacity (physically metered design capacity or maximum flow within the last three years), Method of Determining Posted Capacity (Capacity or Maximum Volume), Scheduled Volume, Available Capacity (Calculated as Posted Capacity minus Scheduled Capacity), and Measurement Unit (Dth, MMBtu, or MCf).

One of these required fields is "Location Name." The type and specificity of information that needs to be included in this field is not defined in either Order No. 720 or No. 720-A. However, given the likelihood that disclosing the location of a particular customer could lead to the disclosure of a particular customer's scheduled gas quantities, PG&E has been concerned since the FERC issued the initial Notice of Proposed Rulemaking (NOPR) in December 2007 that PG&E's compliance with these new FERC regulations could conflict with PG&E's obligations under Gas Rule 9 Section M.

² Section 316 of the Energy Policy Act of 2005, P.L. 109-58, 119 Stat. 574, 691-92 (Aug. 8, 2005) (codified at NGA § 23, 15 U.S.C. § 717*t*-2).

³ *Id.* P 8.

SB GT&S 0053144

PG&E argued in its comments on the initial NOPR that, while it strongly supports the FERC's efforts at facilitating market transparency, posting of individual customerspecific data could violate state regulations or tariffs protecting the confidentiality of individual customer data. The FERC rejected PG&E's arguments when it issued Order No. 720. PG&E, Southern California Gas Company (SoCalGas) and San Diego Gas & Electric Company (SDG&E) jointly filed a Request for Rehearing and/or Clarification of Order No. 720, again arguing that compliance with the FERC's new regulations may result in disclosure of customer-specific information. In Order No. 720-A, the FERC again rejected PG&E's concerns regarding disclosure of confidential customer information.

The American Gas Association (AGA) filed a Request for Clarification and/or Rehearing of Order No. 720-A on February 22, 2010, asking the FERC to clarify that utilities subject to posting under the rule are not required to reveal confidential customer-specific information in violation of state regulations or tariffs, citing PG&E's Gas Rule 9 Section M as an example. AGA's request is pending, and was not on the agenda for the FERC's April meeting. Therefore, the earliest the FERC could issue a ruling on AGA's request is mid-May, 2010. In the meantime, PG&E must assume that Order No. 720-A stands.

PG&E has discussed this issue with the FERC compliance staff, and proposed that PG&E assign each delivery point subject to posting under the regulations with a unique, randomly-assigned identifier that would not reveal the particular customer. FERC compliance staff indicated that PG&E's proposal would not result in compliance with the FERC's new regulations, and that PG&E must also provide some geographic information for each customer in order to differentiate between customer locations. It is unclear how specific a geographic reference PG&E will need to provide in order to comply with the new regulations. However, it is clear that, whether PG&E posts street address, zip code or county designations, it would be possible for someone to determine the name of at least some of these customers.

PG&E must comply with Order Nos. 720 and 720-A by July 1, 2010. Waiting for the FERC to act on AGA's Request for Clarification and/or Rehearing before proceeding with this request to alter Gas Rule 9 is not a viable option. Based upon PG&E's conversations with FERC staff, and the FERC's statements in Order Nos. 720 and 720-A, PG&E assumes that compliance with the final regulations will necessitate disclosing at least some customers' scheduled gas quantities.⁵

⁴ Order No. 720-A at PP 118-125.

⁵ The FERC already requires the disclosure of receipt and delivery point scheduled volumes by interstate pipelines.

Reasons for Gas Rule 9 Changes

Section M of PG&E's Gas Rule 9 contains the following language:

To preserve customer privacy, PG&E will not release confidential information, including financial information, to a third party without the customer's electronic signature or the written consent.

While PG&E is obligated to comply with various regulations, court orders, and laws, its tariff does not specifically notify customers that such information may be required to be disclosed.

Proposed Tariff Changes

PG&E proposes to revise the language in Section M of Gas Rule 9 to clarify that confidential information may be released by PG&E without the customer's electronic signature or written consent in order to comply with federal or state law, regulation, or a court order. The revised language would read as follows:

M. PRIVACY OF CUSTOMER INFORMATION

PG&E will not release confidential information, including financial information, to a third party without obtaining the customer's electronic signature or written consent except to the extent required by federal or state law, regulation, or court order.

PG&E has written this modification to Gas Rule 9 broadly, rather than only referring to the FERC Order Nos. 720 and 720-A in order to allow PG&E to comply with future federal or state laws, regulation, or judicial rulings that may require disclosure of similar information.

For example, Assembly Bill 1103, chaptered on October 12, 2007, and amended by Assembly Bill 531, chaptered on October 11, 2009, enacted California Public Resources Code Section 25402.10, which requires PG&E to maintain energy consumption data on all nonresidential buildings for the most recent 12 month period in a format that would allow it to be uploaded into the United States Environmental Protection Agency's (EPA) ENERGY STAR® Portfolio Manager in a manner that preserves the confidentiality of the customer. To date, PG&E has complied with the requirements of these bills by requiring the building owner or operator to obtain written authorization from each building tenant before releasing any energy consumption data to the EPA. However, the process of obtaining (and maintaining) these individual customer authorizations can be costly, time consuming and logistically difficult for the building owner or building operator. The California Energy Commission is proposing to hold a workshop which, among other topics, will seek to develop an alternative that makes reasonable accommodations between facilitating the release of customer energy consumption information for the building owner and maintaining customer confidentiality.

Another example is the reporting requirement under CFR 40 Part 98, Subpart NN—Suppliers of Natural Gas and Natural Gas Liquids. Under that regulation, PG&E is required to report the annual volume of natural gas delivered by PG&E to each meter registering supply equal to or greater than 460,000 Mcsf during the calendar year and the customer name, address, and meter number of each meter reading used to prepare that report. PG&E will be required to implement this reporting on March 31, 2011, for 2010 usage.

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 **May 20, 2010**, which is 20 days after the date of this filing. Protests should be mailed to:

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

Facsimile: (415) 703-2200

E-mail: jnj@cpuc.ca.gov and 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 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:

Jane K. Yura
Vice President, Regulation and Rates
Pacific Gas and Electric Company
77 Beale Street, Mail Code B10B
P.O. Box 770000
San Francisco, California 94177

Facsimile: (415) 973-6520 E-mail: PGETariffs@pge.com

Effective Date

PG&E requests that this advice filing become effective on regular notice, **May 30, 2010** 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 parties on the service lists for A.09-05-026 and A.09-09-013. Address changes to the General Order 96-B service list should be directed to email PGETariffs@pge.com. For changes to any other service list, please contact the Commission's Process Office at (415) 703-2021 or at ProcessOffice@cpuc.ca.gov. Send all electronic approvals to PGETariffs@pge.com. Advice letter filings can also be accessed electronically at: http://www.pge.com/tariffs

Vice President, Regulation and Rates

Jane Guerce sas

Attachments

cc: Service List GO 96-B

Service Lists A.09-05-026, A.09-09-013

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPL	ETED BY UTILITY (At	tach additional pages as needed)			
Company name/CPUC Utility No. Pacific Gas and Electric Company (ID U39 M)					
Utility type: Gas, Electric	Contact Person: Greg Backens				
☑ ELC ☑ GAS	Phone #: 415-973-4	390			
□ PLC □ HEAT □ WATER	E-mail: PGETariffs@)pge.com			
EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)					
ELC = Electric GAS = Gas DHEAT = Heat N	VATER = Water				
Advice Letter (AL) #: 3115-G Subject of AL: Revision to PG&E's Gas Rule 9 Keywords (choose from CPUC listing): Non-Core, Rules AL filing type: Monthly Quarterly Annual One-Time Other					
If AL filed in compliance with a Commiss					
Does AL replace a withdrawn or rejected					
Summarize differences between the AL		wn or rejected AL: <u>N/A</u>			
Is AL requesting confidential treatment?	If so, what informati	on is the utility seeking confidential treatment for: No			
Confidential information will be made av	ailable to those who	have executed a nondisclosure agreement: <u>N/A</u>			
Name(s) and contact information of the person(s) who will provide the nondisclosure agreement and access to the confidential information: $\underline{\text{N/A}}$					
— Resolution Required? □ Yes ☑No					
Requested effective date: May 30, 2010		No. of tariff sheets: 1			
Estimated system annual revenue effect	t (%): <u>N/A</u>				
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 Rule 9					
Service affected and changes proposed: Notify customers that PG&E will disclose customer-specific information as necessary to comply with regulations, court orders, or law requiring such disclosure.					
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		fic Gas and Electric Company			
Tariff Files, Room 4005		Attn: Jane K. Yura, Vice President, Regulation and Rates 77 Beale Street, Mail Code B10B			
DMS Branch 505 Van Ness Ave., San Francisco, CA 94 jnj@cpuc.ca.gov and mas@cpuc.ca.gov	P.O. San	Box 770000 Francisco, CA 94177 nil: PGETariffs@pge.com			

		ATTACHMENT 1 Advice 3115-G
Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
28188-G	GAS RULE NO. 9 RENDERING AND PAYMENT OF BILLS Sheet 7	27346-G
28189-G	GAS TABLE OF CONTENTS Sheet 1	28184-G
28190-G	GAS TABLE OF CONTENTS Sheet 6	27943-G

Revised Cancellina Revised

Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

28188-G 27346-G

GAS RULE NO. 9 RENDERING AND PAYMENT OF BILLS

Sheet 7

L. ELECTRONIC BILL PRESENTATION AND PAYMENT

At the mutual option of the Customer and PG&E, the Customer may elect to receive, view, and pay regular bills for service electronically and to no longer receive paper bills and legal and mandated notices. Customers requesting this option may be required to complete additional forms and agreements. Legal and mandated notices shall be included with PG&E's electronic transmittal; except, however, all notices of termination of service for nonpayment shall be delivered by U.S. Mail. Either party may discontinue Electronic Billing upon 30-days prescribed notice.

Customers choosing to use an alternative payment method, such as a bill aggregator or financial institution, may be charged a fee by the third party. All complaints regarding alternative payment methods shall be directed to PG&E.

M. PRIVACY OF CUSTOMER INFORMATION

To preserve customer privacy, PG&E will not release confidential information, including financial information, to a third party without the customer's electronic signature or the written consent.

PG&E will not release confidential information, including financial information, to a third party without the customer's electronic signature or written consent, except to the extent required by federal or state law, regulation, or court order. (N)

Advice Letter No: Decision No.

7P6

3115-G

Issued by
Jane K. Yura
Vice President
Regulation and Rates

Date Filed Effective Resolution No. April 30, 2010

Revised Cancelling Revised

Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

CAL P.U.C.

28189-G 28184-G

GAS TABLE OF CONTENTS

Sheet 1

TITLE OF SHEET	SHEET NO.	
Title Page	28189-G	(T)
Title PageRate Schedules		
Preliminary Statements		
Rules	28190-G	(T)
Maps, Contracts and Deviations	23208-G	` '
Sample Forms	27715,27626,27262,27113,25059-G	

(Continued)

Advice Letter No: 3115-G Decision No.

Issued by **Jane K. Yura** Vice President Regulation and Rates Date Filed April 30, 2010
Effective
Resolution No.

1P6

GAS TABLE OF CONTENTS

Sheet 6

RULE	TITLE OF SHEET CAL P.U.C. SHEET NO.				
Rules					
Rule 01	Definitions				
Rule 02	Description of Service				
Rule 03	Application for Service				
Rule 04	Contracts				
Rule 05	Special Information Required on Forms				
Rule 06	Establishment and Reestablishment of Credit				
Rule 07	Deposits				
Rule 08	Notices				
Rule 09	Rendering and Payment of Bills24128-24129,27941,23518,24856, 27345,28188-G	(T)			
Rule 10	Disputed Bills				
Rule 11	Discontinuance and Restoration of Service18217-18220,27251,23520,				
	18223-18227,27252,24860,19710-G				
Rule 12	Rates and Optional Rates				
Rule 13	Temporary Service22832-G				
Rule 14	Capacity Allocation and Constraint of Natural Gas Service				
Rule 15	Gas Main Extensions				
Rule 16	Gas Service Extensions				
Rule 17	Meter Tests and Adjustment of Bills for Meter Error				
Rule 17.1	Adjustment of Bills for Billing Error				
Rule 17.2	Adjustment of Bills for Unauthorized Use				
Rule 18	Supply to Separate Premises and Submetering of Gas22790,17796,13401-G				
Rule 19	Medical Baseline Quantities				
Rule 19.1	California Alternate Rates for Energy for Individual Customers and Submetered Tenants of Master-Metered Customers				
Rule 19.2	California Alternate Rates for Energy for Nonprofit Group-Living Facilities				
Rule 19.3	California Alternate Rates for Energy for Qualified Agricultural Employee Housing Facilities 24138,27600,23445,27256-G				
Rule 21	Transportation of Natural Gas				
Rule 21.1	Use of Pacific Gas and Electric Company's Firm Interstate Rights				
Rule 23	Gas Aggregation Service for Core Transport Customers				
Rule 25	Gas Services-Customer Creditworthiness and Payment Terms				
Rule 26	Standards of Conduct and Procedures Related to Transactions with Intracompany Departments, Reports of Negotiated Transactions, and Complaint Procedures				
	18284,18285,18633,20462-G				

(Continued)

Advice Letter No: 3115-G Decision No.

Issued by Jane K. Yura Vice President Regulation and Rates Date Filed Effective Resolution No.

April 30, 2010

6P5

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

Aglet

Alcantar & Kahl Ameresco Anderson & Poole

Arizona Public Service Company

BART

BP Energy Company Barkovich & Yap, Inc. Bartle Wells Associates

Bloomberg New Energy Finance

Boston Properties C & H Sugar Co.

CA Bldg Industry Association

CAISO

CLECA Law Office CSC Energy Services

California Cotton Ginners & Growers Assn

California Energy Commission
California League of Food Processors
California Public Utilities Commission

Calpine

Cameron McKenna
Casner, Steve
Chris, King
City of Glendale
City of Palo Alto
Clean Energy Fuels

Coast Economic Consulting

Commerce Energy Commercial Energy

Consumer Federation of California

Crossborder Energy
Davis Wright Tremaine LLP

Day Carter Murphy

Defense Energy Support Center Department of Water Resources

Department of the Army Dept of General Services

Division of Business Advisory Services

Douglass & Liddell Downey & Brand Duke Energy Dutcher, John

Economic Sciences Corporation Ellison Schneider & Harris LLP

Foster Farms

G. A. Krause & Assoc. GLJ Publications

Goodin, MacBride, Squeri, Schlotz &

Ritchie

Green Power Institute Hanna & Morton

International Power Technology Intestate Gas Services, Inc.

Los Angeles Dept of Water & Power Luce, Forward, Hamilton & Scripps LLP

MAC Lighting Consulting

MBMC, Inc.

MRW & Associates Manatt Phelps Phillips McKenzie & Associates Merced Irrigation District

Mirant

Modesto Irrigation District

Morgan Stanley Morrison & Foerster

NRG West

New United Motor Mfg., Inc. Norris & Wong Associates North Coast SolarResources Occidental Energy Marketing, Inc.

OnGrid Solar Praxair

R. W. Beck & Associates

RCS, Inc.

Recon Research SCD Energy Solutions

SCE SMUD SPURR Santa Fe Jets Seattle City Light Sempra Utilities

Sierra Pacific Power Company

Silicon Valley Power

Silo Energy LLC

Southern California Edison Company

Sunshine Design

Sutherland, Asbill & Brennan Tabors Caramanis & Associates

Tecogen, Inc.

Tiger Natural Gas, Inc.

Tioga Energy TransCanada

Turlock Irrigation District

U S Borax, Inc. United Cogen

Utility Cost Management

Utility Specialists

Verizon

Wellhead Electric Company Western Manufactured Housing Communities Association (WMA)

eMeter Corporation