From: Eisenman, Eric

Sent: 7/21/2010 6:58:20 PM

To: 'Shea, Karen M.' (kms@cpuc.ca.gov)

Cc: Stock, William (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=WCS3)

Bcc:

Subject: Follow-Up on FERC Order 720

Hi Karen,

When you were here at PG&E last week with Commissioner Simon, I indicated that I would follow-up with you on FERC Order 720, specifically the FERC language about the CPUC not participating in the process leading up to Order 720. I apologize for being tardy in getting you the relevant information.

First, here is Order 720-A, issued on January 21, 2010. Please refer to Section II D 4 (a), page 63 starting with para 118. See para 125 (pg 66) for the reference to the CPUC's non-participation.

Second, today, July 21, 2010, FERC issued Order 720-B. This order will allow pipelines with delivery points dedicated to a single customer to identify the delivery point according to the city or county in which it is located. PG&E is discussing internally how this order will impact our implementation; we'll let you know soon how we decide to post the data. The order also contain the following blurb:

AGA cites a provision in the tariff of Pacific Gas and Electric Co. (PG&E), approved by the California Public Utilities Commission (CPUC), providing that "to preserve customer privacy, PG&E will not release confidential information, including financial information, to a third party without the customers electronic signature or the written consent." However, it is not clear that scheduled deliveries at a major delivery point would be considered confidential information, subject to this provision. As we noted in Order No. 720-A, **not a single state commission has raised this issue in this proceeding.**

See pp. 27-28, paragraph 46. My emphasis added. That is, again in today's order the FERC noted that the CPUC (and no other state commission) did not raise the customer confidentiality issue that we discussed with Commissioner Simon. Here's a link to Order 720-B:

http://elibrary.ferc.gov/idmws/file_list.asp?accession_num=20100721-3076

Please let me know if you have any questions.

Eric