

139 FERC ¶ 61,187
FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

June 8, 2012

In Reply Refer To:
Pacific Gas and Electric Company
Docket No. ER12-73-000

Joshua S. Levenberg, Esq.
Pacific Gas and Electric Company
P.O. Box 7442
San Francisco, CA 94210

Dear Mr. Levenberg:

1. On March 30, 2012, you filed an Offer of Settlement and Settlement Agreement (Settlement) in the above-captioned proceeding as attorney for the Pacific Gas and Electric Company (PG&E). On April 19, 2012, Commission Trial Staff filed comments in support of the Settlement, which is supported or not opposed by all parties to this proceeding.¹ On May 1, 2012, the Settlement Judge certified the Settlement to the Commission as uncontested.²

2. The Settlement resolves all issues set for hearing involving PG&E's request for recovery of abandonment costs for its portion of the Canada to Northern California transmission project and permits PG&E to recover the abandonment costs through its

¹ Other parties to this proceeding include the California Department of Water Resources State Water Project, the California Municipal Utilities Association, the California Public Utilities Commission, the City of Santa Clara, the M-S-R Public Power Agency, the Northern California Power Agency, the Sacramento Municipal Utility District, Southern California Edison, the Six Cities (including the Cities of Anaheim, Azusa, Banning, Colton, Pasadena, and Riverside, California), Modesto Irrigation District and the Transmission Agency of Northern California.

² *Pacific Gas & Elec.*, 139 FERC ¶ 63,006 (2012).

Transmission Revenue Balancing Account Adjustment for 2012. The Settlement appears to be fair and reasonable and in the public interest, and is hereby approved.

3. The Commission's approval of the Settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding. The Commission retains the right to investigate the rates, terms and conditions under the just and reasonable and not unduly discriminatory or preferential standard of section 206 of the Federal Power Act, 16 U.S.C. § 824(e)(2006).

4. This letter order terminates Docket No. ER12-73-000.

By direction of the Commission.

Kimberly D. Bose,
Secretary.