



**Pacific Gas and  
Electric Company**

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March 23, 2007

***Via FERC E-Filing***

Philis J. Posey, Acting Secretary  
FEDERAL ENERGY REGULATORY COMMISSION  
888 – 1<sup>st</sup> Street, N.E., Docket Room #1A East  
Washington, D.C. 20426-0001

**Re: Kilarc-Cow Creek, FERC Project No. 606**

Dear Ms. Posey:

Enclosed please find an original and eight (8) copies of a Proposed License Surrender Application Schedule for the Kilarc-Cow Creek Project (“Project”) submitted by Pacific Gas and Electric Company (“PG&E”), licensee for the Project.

PG&E filed a notice of intent to file a subsequent license application for the Project on March 8, 2002. Thereafter, PG&E extensively analyzed anticipated new license conditions and determined that such conditions would make the Project an uneconomic source of power. On March 31, 2005, PG&E filed the Kilarc-Cow Creek Project Agreement by and between PG&E, the U.S. Fish and Wildlife Service, California Department of Fish and Game, National Park Service, California State Water Resources Control Board, NOAA Fisheries, Trout Unlimited, and Friends of the River. Under this Agreement, PG&E agreed not to seek a new license for the Project, but to continue operating the Project until the current license expires on March 27, 2007, and pursuant to annual licenses thereafter, until the Project is (1) acquired by another license applicant; or (2) decommissioned by Commission order. In the event the Commission orders PG&E to decommission the Project, the Agreement identifies what the signatory parties believe are the subjects that would need to be addressed and the desired conditions of each of these subjects after decommissioning. Specific actions necessary to achieve the desired conditions would be determined in the future.

On June 27, 2005, Synergics, LLC, on behalf of Cow Creek Hydro, LLC filed a notice of intent to file an application for the Project. Under Commission regulations, Synergics was required to file a license application by December 27, 2006. Synergics did not file an application by the deadline and its motion for an extension of time was denied. Consequently, PG&E is required to file the enclosed schedule for the filing of a surrender application by March 27, 2007. The proposed schedule contemplates PG&E’s filing a surrender application by March 26, 2009.



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If you have any questions regarding the Proposed License Surrender Application Schedule, please contact PG&E's Project Manager, Steve Nevares at (415) 973-3174, e-mail [SAN3@pge.com](mailto:SAN3@pge.com), or myself at (415) 973-7475, e-mail [MAFv@pge.com](mailto:MAFv@pge.com).

Very truly yours,

PACIFIC GAS AND ELECTRIC COMPANY

Matthew A. Fogelson  
LAW DEPARTMENT

Attachment

cc: **FERC:**

Mr. G. Matthew Buhyoff, Fishery Biologist (OEP) MC PJ-A4.4, Rm. 63-16  
Mr. Robert J. Fletcher, Ecologist (OEP) MC P-J-12.3, Rm. 7T-11  
Mr. Hossein Ildari, Deputy Director - Division of Hydropower, Administration & Compliance (OEP) MC PJ-12, Room 7T-01  
Mr. Alan D. Mitchnick, Environmental Biologist (OEP), MC PJ-14.4, Room 6A-09  
Mr. Timothy J. Welch, Chief - Hydro West Branch (OEP), MC PJ-14.4, Room 61-05

Mr. Wayne White, Field Supervisor, U.S. Fish & Wildlife Service  
Mr. Donald B. Koch, Regional Manager, California Department of Fish & Game  
Mr. Jonathan B. Jarvis, Regional Director, National Park Service, Pacific West Region  
Ms. Victoria A. Whitney, Chief Div. of Water Rights, CA State Water Res. Control Bd.  
Mr. Rodney McInnis, Regional Administrator, NOAA Fisheries  
Mr. Steven Evans, Conservation Director, Friends of the River  
Charles Bonham, Esq., California Counsel, Trout Unlimited

To All Parties on Service List for Kilarc-Cow Creek Project, FERC Project No. 606

