FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON D.C. 20426 June 21, 2007

OFFICE OF ENERGY PROJECTS

Project No. 606-023-California Kilarc-Cow Creek Hydroelectric Project Pacific Gas and Electric Company

Mr. Steve Nevares Pacific Gas and Electric Company 245 Market Street, N11D San Francisco, CA 94105

Reference: Acceptance of License Surrender Application Schedule

Dear Mr. Nevares:

We have reviewed your proposed license surrender application schedule for the Kilarc-Cow Creek Hydroelectric Project No. 606. We note that your proposed schedule includes numerous opportunities for stakeholder involvement, and that your application will be filed within a reasonable timeframe. Therefore, your license application surrender schedule for this project is approved. We expect that your surrender application will be filed by March of 2009.

Once the surrender application is filed, a public notice for this project will be issued, soliciting motions to intervention and comments on the application. Federal, state, and local resource agencies, and any Indian Tribe affected by this project, will be informed in the Commission's public notice that a copy of the complete application may be obtained directly from you.

Please contact Matt Buhyoff by email at matt.buhyoff@ferc.gov, or by phone at (202) 502-6824, if you have any questions.

Sincerely,

J. Mark Robinson
Director
Office of Energy Projects

cc: Public Files Service List