



**Pacific Gas and  
Electric Company™**

Redacted  
Manager  
Local Government Relations

1220 Andersen Drive  
San Rafael, CA 94901

Redacted

April 1, 2010

Adam Politzer, City Manager  
City of Sausalito  
420 Litho Street  
Sausalito, CA 94965

Dear Mr. Politzer,

In response to your invitation to speak at the April 6 City Council meeting and request for PG&E's generation rate projections through 2012, we have prepared the following information, which takes into consideration the City of Sausalito's multiple municipal accounts:

City of Sausalito Municipal Accounts	2010	2011	2012
Service Agreements	34		
Total Sales (kWh)	1,024,130		
Est. Generation Charges	83,511	78,500	81,640
Average Generation Rate (cents/kWh)	8.15		
Applicable NBC (cents/kWh)	0.93		
"Shopping Credit" (cents/kWh)	7.22		

Our 2011 estimated generation charges assume a 6% decrease in our generation rates, which is our current projection but is subject to change. For 2012, we have increased the generation rates by 3.4%, which is a conservative estimate as discussed in our January 4, 2011 letter to Mr. Charles McGlashan, Chairman of the Marin Energy Authority.

We look forward to providing more depth to the information above during the Council presentation and will be prepared to answer any questions you may have regarding PG&E's rates or projections.

Sincerely,

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