



**Pacific Gas and
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May 13, 2010

Paul Clanon, Executive Director
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, California 94102-3298

Dear Mr. ^{Paul}Clanon:

This will respond to your May 12, 2010 letter.

PG&E agrees to voluntarily follow the actions you identified, although we have a difference of opinion with a number of aspects of your letter, including your statements with respect to alleged violations of law. We are looking forward to a future opportunity to address and resolve those differences with the CPUC and with other parties as appropriate.

Please call if you have any questions.

Sincerely,

Brian K. Cherry
VP Regulatory Relations

cc: Attorney General (Clifford Rechtschaffen)
Sanford Hartman
Gregory Stepanicich
Dawn Weisz
Frank Lindh
Julie Fitch