BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Pacific Gas and Electric Company (U 39-E) for Approval of 2008 Long-Term Request for Offer Results and for Adoption of Cost Recovery and Ratemaking Mechanisms.

Application 09-09-021 (Filed September 30, 2009)

DECLARATION OF MARINO MONARDI IN SUPPORT OF PACIFIC GAS AND ELECTRIC COMPANY'S (U 39-E) PETITION FOR MODIFICATION OF DECISION 10-07-045

(PUBLIC VERSION)

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Attorneys for PACIFIC GAS AND ELECTRIC COMPANY

Date: August 23, 2010

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Pacific Gas and Electric Company (U 39-E) for Approval of 2008 Long-Term Request for Offer Results and for Adoption of Cost Recovery and Ratemaking Mechanisms.

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(PUBLIC VERSION)

I, Marino Monardi, make this declaration based on my own personal knowledge and, if required to do so, could and would testify as to the facts stated herein.

1. I am currently employed by Pacific Gas and Electric Company ("PG&E") as Director, Portfolio Management and am responsible for the procurement of medium-term to long-term conventional electric resources.

2. After the Commission issued Decision ("D.") 10-07-045 (the "LTRFO Decision"), PG&E and Contra Costa Generating Station, LLC ("Contra Costa LLC") (the developer of the Oakley Project) negotiated and agreed to an Amendment to the Purchase and Sale Agreement ("PSA"), dated August 23, 2010 ("Amendment"). A true and correct copy of the Amendment is attached to this declaration as Exhibit A.

3. The guaranteed commercial availability date for the Oakley Project in the PSA was originally June 2014. Under the Amendment, the guaranteed commercial availability date has been extended to June 1, 2016. The Amendment modifies provisions in the PSA including the schedule of project milestones to accommodate the change in the guaranteed commercial availability date.

4.



I certify and declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed on this 20th day of August 2010 at San Francisco, California.

> /s/ Marino Monardi

EXHIBIT A

(CONFIDENTIAL)

CERTIFICATE OF SERVICE BY ELECTRONIC MAIL

I, the undersigned, state that I am a citizen of the United States and am employed in the City and County of San Francisco; that I am over the age of eighteen (18) years and not a party to the within cause; and that my business address is Pacific Gas and Electric Company, Law Department B30A, 77 Beale Street, San Francisco, CA 94105.

On the 23rd day of August 2010, I caused to be served a true copy of:

DECLARATION OF MARINO MONARDI IN SUPPORT OF PACIFIC GAS AND ELECTRIC COMPANY'S (U 39-E) PETITION FOR MODIFICATION OF DECISION 10-07-045

(PUBLIC VERSION)

[XX] By Electronic Mail – serving the enclosed via e-mail transmission to each of the parties listed on the official service list for A.09-09-021.

I certify and declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed on this 23rd day of August 2010 at San Francisco, California.

/s/ STEPHANIE LOUIE