

From: Clanon, Paul
Sent: 9/23/2010 9:05:47 AM
To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7);
Lindh, Frank (frank.lindh@cpuc.ca.gov)
Cc:
Bcc:
Subject: RE: Employee Hotline Call

Thank you.

From: Cherry, Brian K [mailto:BKC7@pge.com]
Sent: Thursday, September 23, 2010 9:04 AM
To: Lindh,
Frank; Clanon, Paul
Subject: Employee Hotline
Call

Frank/Paul - as you may know, we have an employee hotline that allows employees to anonymously lodge complaints or reports irregularities. On average, we received 10-15 calls per week on many types of issues. These complaints are handled by our internal audit department and an investigation is made into the substance described in each and every call by our investigative team. We will treat this matter no differently than any other complaint, but the Board has asked that we resolve it sooner rather than later. Within the call, the caller suggests if we don't do something, he will report it to the PUC. In the abundance of caution, I want to share with you the report of a caller made on September 17 that alleges management impropriety in using GRC funds for purposes other than GRC funding. I don't believe the allegations are true (i.e. actual spending was less than authorized and used elsewhere) but given the sensitivities around this issue, we are addressing it quickly. I will give you a hard copy of the document at today's PUC meeting and I will share with you the results of the investigation once it is complete.