BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Pacific Gas and Electric Company for Approval of 2010-2011 SmartAC (TM) Program and Budget. (U39E)

Application 09-08-018 (Filed August 28, 2009)

NOTICE OF *EX PARTE* COMMUNICATION OF PACIFIC GAS AND ELECTRIC COMPANY

Pursuant to Rule 8.3(a) of the Commission's Rules of Practice and Procedure, Pacific Gas and Electric Company (PG&E) hereby gives notice of the following ex parte communication. The communication occurred on Tuesday, January 11, 2011, at approximately 10:30 a.m. by telephone to the offices of the California Public Utilities Commission. The communication was oral only. [Rule 8.3(a)]

Michael Klotz, Attorney, Law Department, PG&E, initiated the communication with

Seaneen Wilson, Administrative Law Judge. [Rule 8.3(b)]

Mr. Klotz stated that the Proposed Decision (PD) should be changed to reflect new timing for returning to customers funds through the Annual Electric True-up (AET) since the January AET rate change has already been put into effect. Mr. Klotz further stated that the PD should be changed to reflect the incentive levels reflected in the settlement. [Rule 8.3(c)] To obtain a copy of this notice, please notify Sally Cuaresma at (415) 973-5012 or via email at a2c7@pge.com.

Respectfully submitted,

<u>/s/ Brian K. Cherry</u> Brian K. Cherry Vice President, Regulatory Relations Pacific Gas and Electric Company P.O. Box 770000, Mail Code B10C San Francisco, CA 94177 Phone: 415-973-4977 Fax: 415-973-7226 E-mail: BKC7@pge.com

Dated: January 12, 2011