From: Stock, William

Sent: 4/7/2011 10:59:36 AM

To: 'Madrigal, Anna-Marie' (anna-marie.madrigal@cpuc.ca.gov)

Cc: 'pac@cpuc.ca.gov' (pac@cpuc.ca.gov); Redacted

(/O=PG&E/OU=Corporate/cn=Recipients/cn=Redac)

Bcc:

Subject: Hydro testing permitting issues

Here is some additional background information on what we would like to discuss with Paul and hopefully Frank Lind too.

First, we are rapidly approaching the beginning of our hydro testing regime. How permitting issues are resolved will be an important factor to the success of the program. We would like to outline some of the permitting challenges we will face.

Second, while existing law is clear that the CPUC's jurisdiction preempts local regulation of gas pipeline safety, design, and siting, local governments still on occasion seek to impose discretionary requirements. We would like to discuss how to most efficiently and effectively deal with those sorts of situations if they occur.