



**Pacific Gas and
Electric Company®**

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April 5, 2011

Ms. Julie Fitch
Director of the Energy Division
California Public Utilities Commission
Room 4004
505 Van Ness Avenue
San Francisco, California 94102

RE: Treatment of New CCA Customers

Dear Ms. Fitch:

Thank you for your letter of March 22, 2011 in which you requested that PG&E enroll new or relocated customers in Marin Clean Energy's (MCE's) Community Choice Aggregation service at the time they initiate distribution service from PG&E and transmit the customer's information in a timely manner to MCE. We will comply with this directive on a going forward basis effective April 15, 2011. New or relocated customers in MCE's service area who are currently eligible for MCE's service and who want to opt-out of MCE service will be required to submit an opt-out request directly to MCE for processing by MCE.

As requested, PG&E will no longer interpret existing Electric Rule 23.K.3 as requiring PG&E to "abide by the instructions of a customer requesting not to receive CCA Service at the time of service establishment or service relocation." Instead, PG&E will not process a customer's request regarding CCA Service until such time as the customer has directly contacted MCE to opt-out of CCA service.

Also pursuant to your request, attached is a list of all new or relocated customers in MCE's service territory who initiated service since May 7, 2010. This list further identifies which new or relocated customers began service with MCE and PG&E. I understand that PG&E does not need to take any further action with respect to these customers, but that MCE may choose to follow-up with them to encourage them to enroll in CCA service. I also understand that Energy Division is directing that we provide this customer-specific information to MCE without obtaining each customer's prior consent to do so.

Thank you again for your assistance in resolving this issue. PG&E is continuing to work through additional outstanding issues collaboratively with MCE and Energy Division.

We anticipate filing an advice letter in the near future to update our CCA tariff with respect to these and other CCA implementation issues we have mutually identified. If you have any questions or concerns, please contact me or Erik Jacobson at (415) 973-4464.

Sincerely,



Brian K. Cherry
VP, Regulatory Relations

cc: Dawn Weisz, Marin Clean Energy
Carlos Velasquez, CPUC
Gurbux Kahlon, CPUC
Erik Jacobson, PG&E