From: Prosper, Terrie D.

Sent: 6/17/2011 3:07:45 PM

To: Cherry, Brian K (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BKC7)

Cc: Togneri, Gabriel (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=GBT1);

Hertzog, Brian

(/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=BDH025022269); Bottorff, Thomas E (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=TEB3); Horner,

Trina (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=TNHC)

Bcc:

Subject: RE: Filing From 8K with the SEC Regarding Rancho Cordova

Hi Brian.

Thanks for the information. We're aiming to issue the release by 1:30 p.m. at the latest so that should meet the SEC deadline you have. I will make sure everyone on this email is included in the distribution.

Yes, we're staying away from the S word. "Stipulated resolution" is how we currently have it written.

Thanks!

Terrie

From: Cherry, Brian K [mailto:BKC7@pge.com]

Sent: Friday, June 17, 2011 2:20 PM

To: Prosper, Terrie D.

Cc: Togneri, Gabriel; Hertzog, Brian; Horner, Trina; Bottorff, Thomas E **Subject:** Filing From 8K with the SEC Regarding Rancho Cordova

Terrie - PG&E will need to file a 8K disclosure report with the Security and Exchange Commission on Monday regarding the Rancho Cordova penalty. We do not want to pre-empt your press release but we are also under a time constraint of 2:00 p.m. or so to get this filed with the SEC. Is it possible that you can give me a heads-up before you issue the press release so that we can file with the SEC moments after you've issued it (preferably before 2:00 p.m.)? Would it be possible for you to include Gabe Togneri (our VP of Investor Relations) on the press release distribution list so that he can react as soon as it is issued? I appreciate any assistance you can give us in this matter.

Also, as I understand it, the S word (settlement) will not be used in your press release or ours. Brian Hertzog - can you confirm this is true on our side of the shop as well? Thx.

Brian