

From: Cherry, Brian K
Sent: 8/30/2011 8:36:46 AM
To: cjs@cpuc.ca.gov (cjs@cpuc.ca.gov)
Cc:
Bcc:
Subject: FW: Analyst Reports – Pipeline Safety Enhancement Plan

FYI. First reports from the analysts.

From: Lam, Lisa [mailto:LxLy@pge.com]
Sent: Monday, August 29, 2011 1:43 PM
To: Officers of PG&E Corporation; Officers of Pacific Gas and Electric
Cc: Investor Relations (list)
Subject: Analyst Reports – Pipeline Safety Enhancement Plan

Last Friday, PCG filed with the CPUC its Pipeline Safety Enhancement Plan, or PSEP, in response to the Order Instituting Rulemaking decision the Commission issued on June 9, 2011. Several analysts issued reports summarizing their reactions to the filed plan.

The PSEP proposes \$2.2 billion in expenditures for Phase 1 (2011-2014) made up of approximately \$1.4 billion of capex and \$750 million in expenses. The PSEP proposes that, through 2014, shareholders absorb already incurred as well as future costs of approximately \$535 million, not including ongoing costs associated with regulatory and legal proceedings and other pipeline-related activities outside the scope of the PSEP, as well as potential fines or penalties.

The full reports are attached for your reference.

Lisa

The contents of this email are provided solely for your information and are not intended as investment advice. We do not intend to endorse the opinions expressed in any externally prepared reports that may accompany this email and you should not rely on them for investment advice.

Lisa Lam

PG&E Investor Relations

One Market Plaza, Spear Tower, 2400

San Francisco, CA 94105

(415) 817-8137