

Brian K. Cherry Vice President Regulation and Rates Mailing Address Mail Code B10C Pacific Gas and Electric Company P.O. Box 770000 San Francisco, CA 94177

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October 31, 2011

Mr. Honesto Gatchalian Energy Division California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102

Re: <u>PG&E's Comments on Alternate Draft Resolution E-4433</u>

Dear Mr. Gatchalian:

Pacific Gas and Electric Company ("PG&E") supports Alternate Draft Resolution E-4433 ("Alternate Draft Resolution") of President Michael Peevey, which was issued on October 11, 2011, in advance of the Commission's consideration and potential vote on November 10, 2011.

Draft Resolution E-4433 Option A rejects the Power Purchase Agreement ("PPA") between PG&E and Mojave Solar, LLC ("Mojave Solar"); Draft Resolution E-4433 Option B approves the PPA subject to certain modifications to the PPA's commercial terms; and Alternate Draft Resolution E-4433 of President Peevey approves the PPA without modifications.

PG&E respectfully requests that the Commission approve the PPA as is, without modification, through the Alternate Draft Resolution.

Sincerely,

Brian Cheny/ene

Vice President - Regulation and Rates

cc: Commission President Michael R. Peevey Commissioner Mark Ferron Commissioner Mike Florio Commissioner Catherine J.K. Sandoval Commissioner Timothy A. Simon Karen Clopton, Chief Administrative Law Judge Frank Lindh – General Counsel, CPUC Julie Fitch - Director, Energy Division Damon Franz, Energy Division Paul Douglas, Energy Division Cheryl Lee, Energy Division Sean Simon, Energy Division Maria Salinas, Energy Division Service Lists for R.11-05-005 and R.10-05-006

Attachment

CERTIFICATE OF SERVICE

I certify that I have by mail, e-mail, or hand delivery this day served a true copy of Pacific Gas and Electric Company's comments on Alternate Draft Resolution E-4433, regarding PG&E's Advice Letter 3876-E and 3876-E-A on:

- 1) Commissioners Michael Peevey, Mark Ferron, Mike Florio, Catherine Sandoval, and Timothy Simon
- 2) Karen Clopton Chief Administrative Law Judge
- 3) Julie Fitch Director, Energy Division
- 4) Frank Lindh General Counsel
- 5) Damon Franz Advisor to Commissioner Peevey
- 6) Sean Simon Energy Division
- 7) Paul Douglas Energy Division
- 8) Cheryl Lee Energy Division
- 9) Honesto Gatchalian Energy Division
- 10) Maria Salinas Energy Division
- 11) Service Lists R.11-05-005 and R.10-05-006

/S/ LINDA TOM-MARTINEZ Linda Tom-Martinez PACIFIC GAS AND ELECTRIC COMPANY

Date: October 31, 2011