BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Pacific Gas and Electric Company for Approval to Revise its Electric Marginal Costs, Revenue Allocation, and Rate Design, including Real Time Pricing, to Revise its Customer Energy Statements, and to Seek Recovery of Incremental Expenditures. (U39M).

Application 10-03-014 (Filed March 22, 2010)

NOTICE OF *EX PARTE* COMMUNICATION OF PACIFIC GAS AND ELECTRIC COMPANY

Pursuant to Rule 8.4(a) of the Commission's Rules of Practice and Procedure, Pacific Gas and Electric Company (PG&E) hereby gives notice of the following ex parte communication. The communication occurred on Monday, December 12, 2011, at approximately, 4:00 p.m. at the offices of the California Public Utilities Commission (CPUC). The communication was oral. [(Rule 8.4(a)]

John Hughes, Director-Regulatory Relations, PG&E, initiated the communication with Sarah Thomas, Advisor to Commissioner Mark Ferron. [Rule 8.4(b)]

Mr. Hughes gave Ms. Thomas a copy of the reply comments that PG&E filed with the CPUC on December 12, 2011, and which were served on all parties to the proceeding that same day. He discussed two of the six settlements that PG&E entered into during this proceeding, namely; the medium and large light and power (MLLP) and the Schedule ET Master Meter Mobilehome Park (MHP) settlements. He said that the Commission should adopt the findings proposed in the Proposed Decision (PD) on both of these settlements. He stated that at least five of the settling parties to the MLLP have filed comments proposing no change to the PD on this matter.

He discussed the MHP settlement noting that the PD correctly recognized that the MHP discount should be reduced from \$11.54 to \$2.40 per month. He added that Southern California Edison's (SCE) net discount was less than half of PG&E's current \$11.54. Mr. Hughes concluded by stating that the PD should be voted out at the December 15, 2011 business meeting so that the proposed rates can go into effect on January 1, 2012. [Rule 8.4(c)]

Respectfully submitted,

<u>/s/ Brian K. Cherry</u> Brian K. Cherry Vice President, Regulatory Relations Pacific Gas and Electric Company P.O. Box 770000, Mail Code B10C San Francisco, CA 94177 Phone: 415-973-4977 Fax: 415-973-7226 E-mail: BKC7@pge.com

Dated: December 15, 2011