

From: Cherry, Brian K  
Sent: 3/12/2012 9:59:57 AM  
To: Clanon, Paul (paul.clanon@cpuc.ca.gov) (paul.clanon@cpuc.ca.gov); Michelle Cooke (mlc@cpuc.ca.gov) (mlc@cpuc.ca.gov)  
Cc:  
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Subject: FW: PCG: Announces Settlement with City of San Bruno

**From:** Investor Relations (mailbox) [mailto:InvestorRelations2@pge-corp.com]  
**Sent:** Monday, March 12, 2012 9:50 AM  
**Subject:** PCG: Announces Settlement with City of San Bruno

#### MEMBERS OF THE INVESTMENT COMMUNITY:

Today, we announced a settlement with the City of San Bruno and issued the attached 8-K report to the SEC.

The settlement will help the city to rebuild and move beyond the accident, and it calls for a \$70 million, tax-deductible payment. We do not plan to seek recovery through insurance or from customers. The impact of the settlement, which will be reflected in the range for third-party liability, will be assessed as part of our next quarterly earnings announcement where we review all assumptions and estimates in guidance.

Please call the PG&E Investor Relations team with any questions.

Gabe Togneri

Margaret Murphy

Lisa Lam

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