BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Address Utility Cost and Revenue Issues Associated with Greenhouse Gas Emissions

Rulemaking 11-03-012 (Filed March 24, 2011)

NOTICE OF EX PARTE COMMUNICATION

Pursuant to Rule 8.4(a) of the Commission's Rules of Practice and Procedure, Pacific Gas and Electric Company (PG&E), Southern California Edison Company (SCE), and San Diego Gas & Electric Company hereby give notice of the following ex parte communication. The communication occurred on Monday, May 21, 2012, at approximately 4:00 p.m. at the offices of the California Public Utilities Commission in San Francisco. The communication was oral, and no handouts were provided. [Rule 8.4(a)]

Meredith Allen, Senior Director, Regulatory Relations, PG&E, initiated the communication with Scott Murtishaw, Advisor to Commission President Michael Peevey. Brian Prusnek, Director, Regulatory Affairs, SDG&E; Laura Genao, Director, Regulatory Affairs, SCE; and Dennis Keane, Sr. Manager, Analysis and Rates/Rate Design, PG&E, were also in attendance. [Rule 8.4(b)]

The utility representatives discussed Pres. Peevey's recent March 29, 2012, comments to the Carbon Governance Project concerning the allowance value return to customers. The utility representatives emphasized that the value of the GHG allowances should be returned to all customers, including commercial and industrial, who are paying for the costs of the AB32

programs. The utility representatives stated that the costs associated with the return should be minimized through the use of existing billing mechanisms. [Rule 8.4(c)]

Respectfully submitted,

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Dated: May 23, 2012