BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Establish Policies and Cost Recovery Mechanisms for Generation Procurement and Renewable Resource Development.

Rulemaking 01-10-024 (Filed October 25, 2001)

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) hereby gives notice of the following three separate ex parte communications. The communication occurred on Monday, November 26, 2012, at approximately 3:30 p.m., at the offices of California Public Utilities Commission. The communication was oral and no handout was provided. [Rule 8.4(a)]

Meredith Allen, Senior Director-Regulatory Relations, PG&E, initiated the communication with Scott Murtishaw and Carol Brown, Advisors to Commission President Michael Peevey. Other attendees were: Andrew Schwartz, Supervisor-Emerging Procurement Strategies, Energy Division, CPUC; and Roy Kuga, Vice President, Energy Supply, PG&E. [Rule 8.4(b)]

Ms. Allen stated that PG&E supports the proposed decision of ALJ Barnett that grants SDG&E's Petition for Modification of D.04-06-011. It is appropriate to use the timing of contract execution in relation to August 15, 2005 as the primary factor supporting approval of the Petition for Modification. Mr. Kuga described the three

PG&E Power Purchase Agreements in which there has been a dispute between the parties over the direct greenhouse gas ("GHG") cost obligation. He explained that these contracts were signed in 2006, after AB 32 was amended to include language regarding broad limits on GHG emissions on August 15, 2005. Mr. Kuga also described the contract negotiations that took place in 2006 and the status of efforts underway to resolve this issue commercially with counter parties to these three contracts. [Rule 8.4(c)]

Respectfully submitted,

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Dated: November 29, 2012