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March 11, 2013

General Jack Hagan, Director
Safety and Enforcement Division
California Public Utilities Commission
505 Van Ness Avenue, Room 2205
San Francisco, CA 94102-3298

Re: Update to February 6, 2013 Resolution ALJ-274 Self-Identified Non-Compliance
Notification Regarding Failure to Repair, Re-check and Document Leaks

Dear General Hagan:

PG&E is providing an update to its self-identified non-compliance notification submitted on February 6, 2013, regarding failure to repair, re-check and document leaks in the Mission Division. As stated in that notification, PG&E committed to conducting a system-wide review to identify the existence of similar issues in other divisions.

PG&E completed its system-wide review and has identified 27 additional leaks (two Grade 2+ leaks, six Grade 2 leaks, and 19 Grade 3 leaks) that missed timely IGIS entry after being found. These leaks were found in the field between January and October 2012 in PG&E's Fresno, Peninsula, Sacramento, Stockton, and Sonoma Divisions. All of these leaks were entered into IGIS as of January 18, 2013.

Of these leaks, one Grade 2+ leak was repaired late on January 22, 2013, and two Grade 2 leaks were rechecked late on January 23, 2013. The remaining Grade 2+ leak was rechecked late on January 29, 2013, but was discovered to be originating from a houseline, and not a PG&E facility. PG&E immediately notified the property owner of the houseline leak. None of the Grade 3 leaks missed their recheck dates.

As with the leaks identified in the February 6, 2013 notification letter, the leaks identified in this notification had been logged in the field on the back side of a manual leak log, and were consequently overlooked for IGIS entry.

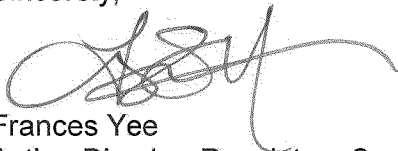
PG&E is still conducting a causal evaluation regarding the missed leak entries, and based on the results of the evaluation, will develop additional appropriate corrective actions to address the issue on a longer term or system-wide basis, if warranted.

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PG&E will notify the local authorities for the appropriate cities and counties of this issue and will provide confirmation of notification as a supplement to this letter.

Please contact [Redacted] at [Redacted] or [Redacted] for any additional questions you may have regarding this notification.

Sincerely,



Frances Yee
Acting Director, Regulatory Compliance and Support

cc: Dennis Lee, CPUC
Liza Malashenko, CPUC
Mike Robertson, CPUC
Sunil Shori, CPUC

[Redacted]
Shilpa Ramaiya, PG&E