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July 8, 2013

Advice 4250-E
(Pacific Gas and Electric Company D U 39 E)

Public Utilities Commission of the State of California

Subject: Notification of Warrant Exercise as Required by Resolution G-3461

Purpose

In accordance with Ordering Paragraph ("OP") of Resolution ("Res.") G-3461, dated June 21, 2012, Pacific Gas and Electric Company ("PG&E") hereby notifies the California Public Utilities Commission ("CPUC" or "Commission") of PG&E Corporation's exercise of all of its outstanding warrants for the purchase of shares of common stock of SolarCity Corporation ("SolarCity") on May 8, 2013.

Background

Res. G-3461 approved, subject to certain conditions specified in the main Advice Letters ("AL") filed by PG&E to notify the CPUC creation of new PG&E affiliates as required by the CPUC's Affiliate Transactions Rules ("the Rules"), and to demonstrate to the CPUC that there were adequate procedures in place to ensure compliance with the Rules. PG&E noted in two of these advice letters, AL 3182-G/3789-E and AL 3170-G-A/3763-E-A, that separate from the other transactions discussed therein, PG&E's holding company, PG&E Corporation, also held warrant rights allowing it to acquire an equity interest in SolarCity representing about 2 percent of SolarCity's outstanding equity. Res. G-3461 found that PG&E's warrant rights holdings in SolarCity were the equivalent of an ownership stake in SolarCity, but they did not rise to the level required to impart affiliate status to SolarCity under Rule 1.A of the Rules.

On May 8, 2013, PG&E Corporation exercised all of its outstanding warrants for the purchase of SolarCity equity, paying an aggregate of \$8,033,904.10 for a total of 1,485,010 shares of common stock of SolarCity. These shares represent approximately 2 percent of SolarCity's current outstanding equity.

¹ Res. G-3461, p. 1.

² Res. G-3461, p. 18-19, p. 25, and OP5.

Continued Compliance with the Affiliate Transaction Rules

The interactions between PG&E, the utility, and SolarCity remain limited to PG&E's role as Program Administrator for the California Solar Initiative, as described in AL 3182-G/3789-E and AL 3170-G-A/3763-E-A, and the measures described therein which ensure the avoidance of preferential treatment of participants in the California Solar Initiative program remain in place. The description of PG&E Corporation's warrant rights in SolarCity, its solar investments and the measures it has implemented to ensure compliance with the rules as more fully described in AL 3182-G/3789-E and AL 3170-G-A/3763-E-A, are incorporated herein by reference. PG&E's most recent Affiliate Transaction Rules Compliance Plan, which was filed with the Commission on June 30, 2013 as AL 3396-G/4244-E, is also incorporated herein by reference.

Given that the conversion of PG&E Corporation's warrant rights to a 2 percent common stock interest in SolarCity does not change in any respect the interactions with the relationship between PG&E and SolarCity as described in AL 3182-G/3789-E and AL 3170-G-A/3763-E-A, PG&E concludes that the resulting common stock ownership interest, remaining well below the 5 percent threshold set forth in the first test of Rule 1.A, does not confer affiliate status on SolarCity.

Additional Information

No unusual or unique circumstances exist that would require special Affiliate Transactions Rule implementation measures.

Questions regarding this affiliate should be addressed to Megan Janis, Director, Compliance and Ethics at (415) 973-8190.

This filing will not increase any other charge, cause the withdrawal of service, or conflict with any rate schedule or rule.

Protests

Anyone wishing to protest this filing may do so by letter sent via U.S. mail, facsimile or E-mail, no later than July 22, 2013, which is 21 days after the date of this filing. Protests must be submitted to:

³ The 20-day protest period concludes on a weekend, therefore, PG&E is moving this date to the following business day.

CPUC Energy Division
 ED Tariff Unit
 505 Van Ness Avenue, 4th Floor
 San Francisco, California 94102

Facsimile: (415) 703-2200
 E-mail: EDTariffUnit@cpuc.ca.gov

Copies of protests also should be mailed to the attention of the Director, Energy Division, Room 4004, at the address shown above.

The protest shall also be sent to PG&E either E-mail or U.S. mail (and by facsimile, if possible) at the address shown below on the same date it is mailed or delivered to the Commission:

Brian K. Cherry
 Vice President, Regulatory Relations
 Pacific Gas and Electric Company
 77 Beale Street, Mail Code B10C
 P.O. Box 770000
 San Francisco, California 94177

Facsimile: (415) 973-7226
 E-mail: PGETariffs@pge.com

Any person (including individuals, groups, or organizations) may protest or respond to an advice letter (General Order 96-B, Section 7.4). The protest shall contain the following information: specification of the advice letter protested; grounds for the protest; supporting factual information or legal argument; name, telephone number, postal address, and (where appropriate) e-mail address of the protestant; and statement that the protest was sent to the utility no later than the day on which the protest was submitted to the reviewing Industry Division (General Order 96-B, Section 3.11).

Effective Date

PG&E requests that this Tier 1 advice filing become effective on July 8, 2013, which is the date of filing.

Notice

In accordance with General Order 96-B, Section 4.1, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list and the parties on the service list for A.09-02-019, R.05-10-030, R.08-03-008, and R.10-05-004. Address changes to the General Order 96-B service list should be directed to PG&E at email address PGETariffs@pge.com. For changes to any other service list, please

contact the Commission's Process Office at (415) 703-2021 or at Process_Office@cpuc.ca.gov. Send all electronic approvals to PGETariffs@pge.com. Advice letter filings can also be accessed electronically at <http://www.pge.com/tariffs>

Brian Cherry /IG

Vice President, Regulatory Relations

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPU Utility: NdPacific Gas and Electric Company (ID U39E)

Utility type:

Contact Person: Igor Grinberg

ELC ffi GAS

Phone#: (415) 973-8580

ffi PLC ffi HEAT ffi WATER

E-mail: ixg8@pge.com and PGETariffs@pge.com

EXPLANATION OF UTILITY TYPE

(Date Filed/ Received Stamp by CPUC)

ELC= Electric
PLC= Pipeline

GAS= Gas
HEAT= Heat

WATER= Water

Advice Letter (AL) ~~4250-E~~

Tier: 1

Subject of Notification of Warrant Exercise As Required by Resolution G-3461

Keywords (choose from CPU listing): Compliance, Affiliate

AL filing type: Monthly Quarterly Annual ffi One-Time Other _____

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: Resolution G-3461

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: Not applicable

Summarized differences between the AL and the prior withdrawn or rejected AL: _____

Is AL requesting confidential treatment? If so, what information is the utility seeking confidential treatment for: _____

Confidential information will be made available to those who have executed a nondisclosure agreement: Yes/No

Name(s) and contact information of the person(s) who will provide the nondisclosure agreement and access to the confidential information: _____

Resolution Required? Yes No

Requested effective date: July 8, 2013

No. of tariff sheets: N/A

Estimated system annual revenue effect (%): N/A

Estimated system average rate effect (%): N/A

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, commercial, large C/I, agricultural, lighting).

Tariff schedules affected: N/A

Service affected and changes proposed: N/A

Pending advice letters that revise the same tariff sheets: N/A

Protests, dispositions, and all other correspondence regarding this AL are 1 day after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:

California Public Utilities Commission

Pacific Gas and Electric Company

Energy Division

Attn: Brian K. Cherry

ED Tariff Unit

Vice President, Regulatory Relations

505 Van Ness Ave., 4th Flr.

77 Beale Street, Mail Code B10C

San Francisco, CA 94102

P.O. Box 770000

E-mail: EDTariffUnit@cpuc.ca.gov

San Francisco, CA 94177

E-mail: PGETariffs@pge.com

¹ The 20-day protest period concludes on a weekend, therefore, PG&E is moving this date to the following business day.

PG&E Gas and Electric
Advice Filing List
General Order 96-B, Section IV

| | | |
|---|---|--|
| 1st Light Energy | Douglass & Liddell | Occidental Energy Marketing, Inc. |
| AT&T | Downey & Brand | OnGrid Solar |
| Alcantar & Kahl LLP | Ellison Schneider & Harris LLP | Pacific Gas and Electric Company |
| Anderson & Poole | G. A. Krause & Assoc. | Praxair |
| BART | GenOn Energy Inc. | Regulatory & Cogeneration Service, Inc. |
| Barkovich & Yap, Inc. | GenOn Energy, Inc. | SCD Energy Solutions |
| Bartle Wells Associates | Goodin, MacBride, Squeri, Schlotz & Ritchie | SCE |
| Bear Valley Electric Service | Green Power Institute | SDG&E and SoCalGas |
| Braun Blaising McLaughlin, P.C. | Hanna & Morton | SPURR |
| CENERGY POWER | In House Energy | San Francisco Public Utilities Commission |
| California Cotton Ginners & Growers Assn | International Power Technology | Seattle City Light |
| California Energy Commission | Intestate Gas Services, Inc. | Sempra Utilities |
| California Public Utilities Commission | Kelly Group | SoCalGas |
| Calpine | Linde | Southern California Edison Company |
| Casner, Steve | Los Angeles Dept of Water & Power | Spark Energy |
| Center for Biological Diversity | MAC Lighting Consulting | Sun Light & Power |
| City of Palo Alto | MRW & Associates | Sunshine Design |
| City of San Jose | Manatt Phelps Phillips | Tecogen, Inc. |
| Clean Power | Marin Energy Authority | Tiger Natural Gas, Inc. |
| Coast Economic Consulting | McKenna Long & Aldridge LLP | TransCanada |
| Commercial Energy | McKenzie & Associates | Utility Cost Management |
| County of Tehama - Department of Public Works | Modesto Irrigation District | Utility Power Solutions |
| Crossborder Energy | Morgan Stanley | Utility Specialists |
| Davis Wright Tremaine LLP | NLine Energy, Inc. | Verizon |
| Day Carter Murphy | NRG Solar | Water and Energy Consulting |
| Defense Energy Support Center | Nexant, Inc. | Wellhead Electric Company |
| Dept of General Services | North America Power Partners | Western Manufactured Housing Communities Association (WMA) |