

AGENDA
GO 156 Reporting Compliance Examination
PG&E's Report on 2011
Status of Examination Recommendations
Monday, May 19, 2014

- A. PG&E needs to provide a reconciliation between Page 47 of its 2011 report and Attachment 3 provided to the CPUC Supplier Diversity Team.
- B. UAFCB's concerns with the summary of correction actions PG&E provided to the Supplier Diversity Team for each of the following observations:
1. PG&E needs to provide supporting documentation showing that it corrected Items 1-6 on pages 9-10 of UAFCB's report before moving the \$12.6 million to DVBE Subcontracting and \$3 million to MBE Direct.
 2. PG&E failed to remove the \$1,035,523 from DVBE related to All Day Electric, no valid proof of certification.
 3. UAFCB does not have any evidence that PG&E overstated its total procurement.
 4. PG&E needs to demonstrate that it removed the \$2.4 million from its diverse subcontracting spend and any additional amounts related to amounts overstated.
 5. PG&E needs to remove at least \$4.2 million from its diverse subcontracting.
 6. PG&E needs to demonstrate that it removed the \$3.62 million from its diverse subcontracting spend and any additional amounts related to amounts overstated.
 7. Percentage amount appears to be overstated based PG&E's actions taken on Observations 1, 2 and 3.
 8. PG&E needs to provide a list of training materials, dates and a list of training attendees.
 9. PG&E needs to demonstrate compliance with UAFCB's Recommendation 9. Training alone does not remedy the deficiencies UAFCB found.
 10. PG&E needs to:
 - a. Provide an update on the initial steps it outlined in its November 26, 2013 letter to CPUC's Mr. Kajopaiye.
 - b. Provide the internal audit timeline, scope and work plan to UAFCB by June 3, 2014 for the audit of the page 47 of its report on 2011, 2012 and 2013 and ensure the audit report is complete by December 31, 2014.

C. Next Steps