



Steve A. Whelan, Director
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July 1, 2014

VIA ELECTORIC AND U.S. MAIL

Mr. Ed Randolph, Director
Energy Division
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102

Re: PG&E's Audit Report of Gas Imbalance Statements for Core Transportation Agents in compliance with Resolution G-3440

Dear Mr. Randolph:

Pacific Gas and Electric Company (PG&E) is submitting its written report documenting its findings from its audit of gas imbalance statements for Core Transportation Agents (CTAs) in compliance with Ordering Paragraph (OP) 2 and OP 3 of Resolution G-3440, dated September 2, 2010.

Ordering Paragraph 2 required PG&E to audit each record, document, and all data related to preparing and issuing imbalance statements and accounting adjustments to CTAs every three years on the anniversary date of the completion of the first audit. Ordering Paragraph 3 required that a written report of this audit be issued to the California Public Utilities Commission (Commission) no later than 30 days after the completion of the audit. PG&E submitted its first audit on July 1, 2011. PG&E also contacted Commission staff to observe the audits in progress as contemplated in Ordering Paragraph 2.

The attached report documents the results of PG&E's audit and is submitted in compliance with the Resolution G-3440.

Sincerely,

A handwritten signature in black ink, appearing to read 'Steve Whelan', is written over a light blue horizontal line.

Steve Whelan
Director, Wholesale Marketing and Business Development

cc: (Served via Electronic Mail):
Lori Nalley, Tiger Natural Gas
Ken Bohn
Richard Myers, Energy Division

Attachment