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PLAN EXHIBIT 1

Interest Rates for Allowed Claims

Contract Type	Class	Interest Rate/Calculation Method ¹	Compounding Interval Before First Payment	Interest Commencement Date	Payment Dates After First Payment
A. Contract²—Other than PC Bonds or First and Refunding Mortgage Bonds					
Floating Rate Notes ³	5	Base Interest Rate: 7.583% ⁴	Quarterly	Last Date Interest Paid	Quarterly
Revolving Line of Credit ³	5	Base Interest Rate: 8.000%	Quarterly	Last Date Interest Paid	Quarterly
Medium Term Notes ³	5	Interest Rate: See Exhibit D of Disclosure Statement—“Security Description”	Semiannually	Last Date Interest Paid	Quarterly
Senior Notes ³	5	Base Interest Rate: 9.625%	Semiannually	Last Date Interest Paid	Quarterly
DWR	5	Per Contract	N/A	N/A	DWR Claims being offset against amounts due Debtor
San Joaquin Valley ³	5	Per Contract	Semiannually	Last Date Interest Paid	Quarterly
L/C Banks ³	4e	Per Contract	N/A	Last Date Interest Paid	Quarterly
Prior Bonds ³	4f	Per Contract	N/A	Last Date Interest Paid	Quarterly
MBIA Reimbursement ³	4c	Per Contract	N/A	Date Funds First disbursed Under PC Bond Insurance Policy for Payment of Interest on MBIA Insured PC Bonds	Quarterly
QUIDs ³	11	Per Contract	Quarterly	Last Date Interest Paid	Quarterly
B. Contract²—First and Refunding Mortgage Bonds					
First and Refunding—	3	Per Contract	Semiannually	Last Date Interest Paid	Per Contract

C. Contract²—PC Bonds						
	Mortgage Backed	4a	Per Contract	Per Contract	Last Date Interest Paid	Per Contract
	MBIA Backed ⁵	4b	Per Contract	Per Contract	Last Date Interest Paid	Per Contract
	L/C Backed ⁵	4d	Per Contract	Per Contract	Last Date Interest Paid	Per Contract
	Treasury ³	4g	Per Contract	Per Contract	Last Date Interest Paid	Quarterly
D. Non-Contract²—OCC Contract Specified						
	Commercial Paper ³	5	Base Interest Rate: 7.466% ⁵	Quarterly	Last Date Interest Paid	Quarterly
	ISO/Generator ⁷	6	Determined pursuant to method set forth in Section 35.19a of the FERC regulations	Quarterly	When payment first became due	Quarterly
	ISDA Claims ⁷	5	Floating LIBOR + 2%	Annually	Petition Date	Quarterly
E. Non-Contract						
	Priority Tax Claims		Statutory	Statutory	Statutory	Statutory
	ESP ⁷	7		Annually	Petition Date	Quarterly
	Intercompany ⁷	5	Lowest Default Rate Under Applicable Statute, Indenture or Instrument ⁹	Annually	Petition Date	Quarterly
	Gas Procurement ⁷	5	Lowest Default Rate Under Applicable Statute, Indenture or Instrument ⁹	Annually	Petition Date	Quarterly
	Other Trade Payables ⁷	5	Lowest Default Rate Under Applicable Statute, Indenture or Instrument ⁹	Annually	Petition Date	Quarterly
	Convenience Class ^{7,10}	10	Lowest Default Rate Under Applicable Statute, Indenture or Instrument ⁹	Annually	Petition Date	Quarterly
	Environmental, Fire Suppression, Pending Litigation, Tort and FERC License Claims	8	As Applicable Under Non-Bankruptcy Law			
	Workers' Compensation	12	As Applicable Under Non-Bankruptcy Law			

- ¹ See Exhibit D of the Disclosure Statement for specific interest rates on certain instruments.
- ² "Contract" refers to contractual provisions regarding interest calculations.
- ³ The first payment will be made ten days after the date that PG&E's Disclosure Statement is approved for the period ended on February 28, 2001.
- ⁴ Calculated based on actual days elapsed over 360 days, with an implied yield of 7.690%.
- ⁵ Payments have been made when due in respect of these obligations by the Debtor, MBIA or the Letter of Credit Issuing Banks, as applicable.
- ⁶ Paid by Bond Trustee with payments on Mortgage Bonds.
- ⁷ The first payment will be made on July 30, 2002 for the period ended on June 30, 2002.
- ⁸ Determined on the Petition Date and each anniversary prior to the date of first payment and quarterly thereafter.
- ⁹ If no such Statute, indenture or instrument applies, or if the applicable Statute, indenture or instrument does not specify a non-default rate of interest, Post-Petition Interest shall be calculated and paid at the Federal Judgment Rate.
- ¹⁰ Certain claims of \$5,000 or less will be paid in full on or before July 31, 2002.