

DIRECTOR AND CHIEF NEGOTIATOR

STEPHEN RAYBURN

NO. 13-83-PGE



PACIFIC GAS AND ELECTRIC COMPANY LABOR RELATIONS AND HUMAN RESOURCES DEPARTMENT 375 N. WIGET LANE SUITE 130 WALNUT CREEK, CA 94598 925.974.4401

INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, AFL-CIO LOCAL UNION 1245, I.B.E.W. P.O. BOX 2547 VACAVILLE, CALIFORNIA 95696 707.452.2700

TOM DALZELL BUSINESS MANAGER

October 30, 2013

Mr. Tom Dalzell, Business Manager Local Union No. 1245 International Brotherhood of Electrical Workers, AFL-CIO P.O. Box 2547 Vacaville, CA 95696

Dear Mr. Dalzell:

The Company's Gas Operations staffing plan and the Lines of Progression update process are intended to build an optimal workforce for the future and are continuing to progress. At the same time, there continues to be a need to ensure the availability of short-term resource options to perform critical work functions within the Gas Service Department. While the parties have made significant progress on a joint recommendation and continue to negotiate in good faith on a proposed new line of progression to address the resource needs for this department, there are additional details that are required before a final agreement can be finalized.

Given the progress of the joint committee and the on-going momentum with respect to on-going staffing needs and the line of progression recommendations, the Company proposes to utilize additional resources to supplement the Gas Service Department to manage pilot relights during this peak period which will end no later than January 21, 2014. The Company will pursue volunteers including available and qualified hiring hall Gas Service Representatives or Service Mechanics, employees that previously held the Gas Service classifications that are available and interested, and other qualified classifications capable of performing pilot relight work, such as CIP Inspectors, Street Fitters and T300 Installers, if necessary. Normal upgrade provisions under Titles 204 and 304 will apply. The Company will provide appropriate training for employees who are utilized to perform relights under this agreement.

The parties agree that this work is normally within the scope of the Gas Service line of progression and that during the agreed-to timeframe, the Company will offer optimum overtime but no less than 20% overtime to employees within Gas Service within the service territory. To ensure such overtime is offered properly, the Company will post an overtime sign up list at each headquarters for the term of this agreement.

This proposal has been discussed with Senior Assistant Business Manager Joe Osterlund.

Either the Company or Union may cancel this agreement by providing 30 days advance written notice.

If you agree, please so indicate in the space provided below and return one executed copy of this letter to the Company.

Very truly yours,

PACIFIC GAS & ELECTRIC COMPANY

Stephen A. Rayburn Director and Chief Negotiator

The Union is in agreement.

LOCAL UNION NO. 1245, INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, AFL-CIO

October 31 ,2013

Business Manager