



**Pacific Gas and
Electric Company**

LETTER AGREEMENT NO. 05-31-PGE

IBEW



PACIFIC GAS AND ELECTRIC COMPANY
INDUSTRIAL RELATIONS DEPARTMENT
2850 SHADELANDS DRIVE, SUITE 100
WALNUT CREEK, CALIFORNIA 94598
(925) 974-4104

INTERNATIONAL BROTHERHOOD OF
ELECTRICAL WORKERS, AFL-CIO
LOCAL UNION 1245, I.B.E.W.
P.O. BOX 2547
VACAVILLE, CALIFORNIA 95696
(707) 452-2700

STEPHEN A. RAYBURN,
DIRECTOR AND CHIEF NEGOTIATOR

PERRY ZIMMERMAN,
BUSINESS MANAGER

July 12, 2005

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

Dear Mr. Zimmerman:

The parties have been meeting to negotiate a long-term maintenance outage agreement for the Diablo Canyon Power Plant. Although significant progress has been made, it does not appear negotiations will be concluded in time to adequately prepare for the next refueling outages.

Therefore, Company proposes that the provisions of the previous maintenance outage agreement and its clarification, LA 02-31 and LA 04-08, be applied to the 1R13 refueling outage scheduled for October 24, 2005 and the 2R13 refueling outage scheduled for April 17, 2006.

The parties will continue to negotiate during this time period.

If you are in accord with the foregoing and agree thereto, please so indicate in the space provided and return one executed copy of this letter to the Company.

Very truly yours,


PACIFIC GAS & ELECTRIC COMPANY

By: 
Stephen A. Rayburn
Director and Chief Negotiator

The Union is in accord with the foregoing and agrees thereto as of the date hereof.

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

July 19, 2005

By: 
Perry Zimmerman
Business Manager