



**Pacific Gas and
Electric Company.**

LETTER AGREEMENT NO. 06-25-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

May 1, 2006

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:

As you know, the Hunters Point Power Plant is scheduled to be shut down some time in the second quarter of 2006. Letter Agreement 06-08 outlines the displacement process for HPPP employees. In accordance with Section 205.19 of the Physical Agreement, Company proposes to place a HPPP employee into a DCPP Utility Worker vacancy. The employee is a Senior Control Operator with 27 years of Company service.

Although the employee was placed via the Title 206 process into a beginning level Assistant System Operator vacancy in Daly City, the employee's home address is in Shell Beach where his wife and son reside. The employee's wife is ill and must attend kidney dialysis several times a week. The employee requests at this time, after the loss of his Senior Control Operator position at Hunters Point Power Plant, that he be allowed to fill a beginning level vacancy where he can attend to his family in lieu of the beginning level vacancy in Daly City.

Company proposes to place James Dennis Davis into a Utility Worker vacancy at Diablo Canyon Power Plant.

This proposal has been discussed with Business Representatives Dan Lockwood and Landis Marttila.

If you are in accord with the foregoing, and agree thereto, 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

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

June 5, _____, 2006

By: _____

Perry Zimmerman
Business Manager