

WE DELIVER ENERGY."

PACIFIC GAS AND ELECTRIC COMPANY INDUSTRIAL RELATIONS DEPARTMENT 2850 SHADELANDS DRIVE, SUITE 100 WALNUT CREEK, CALIFORNIA 94598 (925) 974-4104 LETTER AGREEMENT NO. 00-07-PGE



INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, AFL-CIO LOCAL UNION 1245, I.B.E.W. P.O. BOX 4790 WALNUT CREEK, CALIFORNIA 94596 925-933-6060

RICK R. DOERING, MANAGER AND CHIEF NEGOTIATOR JACK MCNALLY, BUSINESS MANAGER

February 25, 2000

Rick R. Doering Manage and Chief Negotiator Industrial Relations Dept. Pacific Gas & Electric. Co. 2850 Shadelands Drive, Suite 100 Walnut Creek, CA 94598

Gentlemen:

3-2

In accordance with the provisions of Letter Agreement 97-53, certain employees at Moss Landing Power Plant and Morro Bay Power Plant are currently being offered and are reviewing an opportunity to accept the terms of the Early Retirement Incentive Plan. The current offer period will end next week.

However, some individuals have a need for additional time to further evaluate the offer in conjunction with the other options that are available for this group.

Accordingly, IBEW 1245 proposes to extend the current offering period through March 17, 2000.

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 Union.

Very truly yours,

LOCAL UNION 1245, INTERNATIONAL BROTHERHOOD OF ELECTRICAL WORKERS, AFL-CIO

By:

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

2000

PACIFIC GAS AND ELECTRIC COMPANY Bv: Manager of Industrial Relations