

LETTER AGREEMENT NO. 06-49-PGE



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 TOM DALZELI

TOM DALZELL BUSINESS MANAGER

STEPHEN RAYBURN
DIRECTOR AND CHIEF NEGOTIATOR

December 29, 2006

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:

Recently the Company announced that with the installation of remote collar devices, positions performing shut-off non-pay work will be impacted. It is expected that this component of the PG&E SmartMeter program will result in the elimination of Credit Representative and Credit Representative & Meter Reader classifications.

In Letter Agreement 05-26, the parties agreed to provisions for Meter Readers and Senior Meter Readers impacted by PG&E SmartMeter (formerly Advanced Metering Infrastructure). The Company proposes to extend the following provisions of Letter Agreement 05-26 to employees in the Credit Representative and Credit Representative & Meter Reader classifications:

- The Company shall offer an employment opportunity if they are mobile and qualified. An employee who is not mobile and qualified for any available employment opportunity or who declines an offer under this Letter Agreement shall be afforded all displacement and severance rights under the governing Labor Agreements.
- Any impacted employee who accepts an employment offer under this Letter Agreement shall receive wage
 protection in accordance with the provisions of Subsections 13.9(d)/204.6(d)/304.1(c) of the parties' Labor
 Agreements.
- Should unforeseen circumstances occur to cause the partial or total cancellation of AMI, any regular fulltime employees who bid out of their job prior to being displaced may exercise "A" rights to return to their former job in their former headquarters.

This proposal has been discussed with Assistant Business Managers Ken Ball and Dorothy Fortier.

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

Bv.

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

By:

Tom Dalzell
Business Mapager

16 March, 20