

LETTER AGREEMENT NO. R2-07-02-PGE



TOM DALZELL

BUSINESS MANAGER

PACIFIC GAS AND ELECTRIC COMPANY LABOR 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 RAYBURN DIRECTOR AND CHIEF NEGOTIATOR

Mr. Tom Dalzell, Business Manager Local Union No. 1245 International Brotherhood of Electrical Workers, AFL-CIO P.O. Box 2547 Vacaville, CA 95687

Dear Mr. Dalzell:

The Company and Union agree to waive the provisions of the San Francisco Sick Leave Ordinance which goes into effect on February 5, 2007. This ordinance impacts only those employees who work in the City and County of San Francisco. The parties will continue to honor the negotiated sick leave provisions contained in the PG&E/IBEW 1245 collective bargaining agreements.

January 30, 2007

Either party may cancel this agreement by giving 90 days written notice of cancellation.

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

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

anuary 2007

FOr + annu By:

Tom Dalzell Business Manager