PACIFIC GAS AND ELECTRIC COMPANY

245 MARKET STREET • SAN FRANCISCO, CALIFORNIA 94106 • (415) 781-4211 • TWX 910-372-6587

May 14, 1986

Local Union No. 1245
International Brotherhood of
Electrical Workers, AFL-CIO
P. O. Box 4790
Walnut Creek, California 94596

Attention: Mr. Jack McNally, Business Manager

Gentlemen:

Pursuant to Subsections 202.16(b) and 202.21(d) of the Physical Agreement, Company proposes to amend Application No. 1 of Section 202.21 to include the Northern Area of Pipe Line Operations. The headquarters within the Northern Area are Brentwood, Antioch, Los Medanos, McDonald Island, Tracy, Milpitas, Hollister, Willows, and Burney.

The classifications involved in remote reporting will be Transmission Mechanics, Gas Transmission Mechanics, Gas Control Mechanics, Mechanic-Welders, Helpers, Maintenance Assistants and apprentices within these classifications.

This agreement may be cancelled by either party upon receipt of 30 days written notice of such cancellation.

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.

Yours very truly,

PACIFIC GAS AND ELECTRIC COMPANY

Manager of Industrial Relations

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

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

Business Manager