September 23, 2003

Advice 2425-E
(Pacific Gas and Electric Company ID U 39 E)

Public Utilities Commission of the State of California

Subject: Report the Gain on Sale of Streetlight System Sold to the City of Manteca

Purpose
In accordance with Ordering Paragraph 2 of Decision (D.) 02-12-020, dated December 5, 2002, Pacific Gas and Electric Company (PG&E) hereby submits for filing to the Commission its report on the gain realized from the sale of a streetlight system to the City of Manteca (the City).¹

Background
Pursuant to Public Utilities Code Section 851, PG&E filed Application (A.) 02-01-026 on January 16, 2002, and requested Commission approval to sell and convey PG&E’s streetlight system located in Manteca to the City. The Commission approved that request in D. 02-12-020, dated December 5, 2002. The decision included an order to report the gain on sale of the streetlight system within 90 days of the sale and conveyance, which occurred on June 30, 2003.

Ordering Paragraph 2 states:

“Within 90 days of the sale and conveyance of the Streetlight System, PG&E shall file an advice letter to report the gain-on-sale of the Streetlight System; PG&E may accrue any such gain to its shareholders.”

Protests
Anyone wishing to protest this filing may do so by sending a letter by October 13, 2003, which is 20 days from the date of this filing. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. Protests should be mailed to:

¹ PG&E reserves all legal rights to challenge the decisions or statutes under which it has been required to make this advice filing, and nothing in this advice filing constitutes a waiver of such rights. Also, PG&E reserves any additional legal rights to challenge the requirement to make this advice filing by reason of its status as a debtor under Chapter 11 of the Bankruptcy Code, and nothing in this advice filing constitutes a waiver of such rights.
IMC Branch Chief – Energy Division  
California Public Utilities Commission  
505 Van Ness Avenue, 4th Floor  
San Francisco, California 94102  
Facsimile: (415) 703-2200  
E-mail: jjr@cpuc.ca.gov

Protests also should be sent by e-mail and facsimile to Mr. Jerry Royer, Energy Division, as shown above, and by U.S. mail to Mr. Royer at the above address.

The protest should be sent via both e-mail and facsimile to PG&E on the date it is mailed or delivered to the Commission at the address shown below.

Pacific Gas and Electric Company  
Attention: Brian Cherry  
Director, Regulatory Relations  
77 Beale Street, Mail Code B10C  
P.O. Box 770000  
San Francisco, California 94177  
Facsimile: (415) 973-7226  
E-mail: RxDd@pge.com

Effective Date
PG&E requests that this advice filing become effective on regular notice, November 2, 2003, which is 40 days after the date of filing.

Notice
In accordance with General Order 96-A, Section III, Paragraph G, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list and the parties on the service list for A. 02-01-026. Address changes should be directed to Sandra Ciach at (415) 973-7572. Advice letter filings can also be accessed electronically at:

http://www.pge.com/customer_services/business/tariffs/

Karen A. Tomcala
Vice President - Regulatory Relations

Attachments

cc:   Service List – A. 02-01-026
STREETLIGHT SYSTEM SALE TO CITY OF MANTECA

LOCATION:
CITY OF MANTECA, COUNTY OF SAN JOAQUIN, CA

REFERENCES:
ORDER # 9704680
DECISION: 02-12-020
Ref No. 2003-SL-02

CALCULATION OF GAIN/LOSS ON SALE:

<table>
<thead>
<tr>
<th>Proceeds</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales Price</td>
<td>483,180.00</td>
</tr>
<tr>
<td>Property Taxes</td>
<td>1,443.98</td>
</tr>
<tr>
<td><strong>Gross Proceeds</strong></td>
<td><strong>$484,623.98</strong></td>
</tr>
</tbody>
</table>

| Less: Order Costs: ORDER # 9704680 | 0.00 |
| **Subtotal**                                    | **0.00** |

**Incidental Costs:**

<table>
<thead>
<tr>
<th>Item</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Real Property Taxes</td>
<td>1,443.98</td>
</tr>
<tr>
<td>Title Policy Fee</td>
<td>0.00</td>
</tr>
<tr>
<td>Recording Fee</td>
<td>0.00</td>
</tr>
<tr>
<td>Real Estate Commission</td>
<td>0.00</td>
</tr>
<tr>
<td>Documentary Transfer Tax</td>
<td>0.00</td>
</tr>
<tr>
<td>Escrow Costs</td>
<td>0.00</td>
</tr>
<tr>
<td>Courier Fees</td>
<td>0.00</td>
</tr>
<tr>
<td><strong>Subtotal</strong></td>
<td><strong>1,443.98</strong></td>
</tr>
</tbody>
</table>

Net Proceeds Received: 483,180.00

Original Cost Installed: 584,222.00
Accum. Depreciation: 405,613.78
Net Book Value: 178,608.22

Total Costs

Gain / (Loss) on Disposition of Asset: 304,571.78
ABAG Power Pool
ACN Energy, Inc.
Aget Consumer Alliance
Agnews Developmental Center
Ahmed, Ali
Alcantar & Elsesser
Anderson Donovan & Poole P.C.
Applied Power Technologies
APS Energy Services Co Inc
Arter & Hadden LLP
Avista Corp
Barkovich & Yap, Inc.
BART
Bartle Wells Associates
Blue Ridge Gas
Bohannon Development Co
BP Energy Company
Braun & Associates
C & H Sugar Co.
CA Bldg Industry Association
CA Cotton Ginners & Growers Assoc.
CA League of Food Processors
CA Water Service Group
California Energy Commission
California Farm Bureau Federation
California ISO
Calpine
Calpine Corp
Calpine Gilroy Cogen
Cambridge Energy Research Assoc
Cameron McKenna
CanAm Energy
Cardinal Cogen
Cellnet Data Systems
Childress, David A.
City of Glendale
City of Healdsburg
City of Palo Alto
City of Redding
CLECA Law Office
Constellation New Energy
CPUC
Creative Technology
Crossborder Inc
CSC Energy Services
Davis, Wright Tremaine LLP
Davis, Wright, Tremaine, LLP
Defense Fuel Support Center
Department of the Army
Department of Water & Power City
Dept of the Air Force
DGS Natural Gas Services
DMM Customer Services
Downey, Brand, Seymour & Rohwer
Duke Energy
Duke Energy North America
Duncan, Virgil E.
Dutcher, John
Dynegy Inc.
Ellison Schneider
Energy Law Group LLP
Enron Energy Services
Exeter Associates
Foster, Wheeler, Martinez
Franciscan Mobilehome
Future Resources Associates, Inc
GLJ Energy Publications
Goodin, MacBride, Squier, Schlotz & Grueneich Resource Advocates
Hanna & Morton
Heeg, Peggy A.
Hogan Manufacturing, Inc
House, Lon
Imperial Irrigation District
Integrated Utility Consulting Group
International Power Technology
J. R. Wood, Inc
Jenkins, Larsen & Assoc
JTM, Inc
Kaiser Cement Corp
Korea Elec Power Corp
Marcus, David
Masonite Corporation
Matthew V. Brady & Associates
Maynor, Donald H.
McKenzie & Assoc
McKenzie & Associates
Meek, Daniel W.
Meyer, Joseph
Mirant California, LLC
Modesto Irrigation Dist
Morrison & Foerster
Morse Richard Weisenmiller & Assoc.
New United Motor Mfg, Inc
Norris & Wong Associates
North Coast Solar Resources
Northern California Power Agency
Occidental Energy Marketing
PG&E National Energy Group
Pinnacle CNG Company
PPL EnergyPlus, LLC
Price, Roy
Product Development Dept
Provost Pritchard
R. M. Hairston & Company
R. W. Beck & Associates
Recon Research
Regional Cogeneration Service
RMC Lonestar
Sacramento Municipal Utility District
SCD Energy Solutions
Seattle City Light
Sempra
Sempra Energy
Sequoia Union HS Dist
SESCO
Sierra Pacific Power Company
Silicon Valley Power
Simpson Paper Company
Smurfit Stone Container Corp
Southern California Edison
SPURR
St. Paul Assoc
Stanford University
Sutherland, Asbill & Brennan
Tabors Caramanis & Associates
Tasnev and Associates
Tecogen, Inc
TFS Energy
TJ Cross Engineers
Transwestern Pipeline Co
Turlock Irrigation District
United Cogen Inc.
URM Groups
Utility Cost Management LLC
Utility Resource Network
Wellhead Electric Company
Western Hub Properties, LLC
White & Case
WMA

22-Sep-03