

October 22, 2014

City and County of San Francisco Department of Environment Deborah Rafael 11 Grove Street San Francisco, CA 94102

RE: Funds for San Francisco Energy Watch for 2015

Dear Ms. Rafael,

Pacific Gas and Electric Company (PG&E) intends to provide the San Francisco Department of Environment (SFDoE) \$6,700,000 in program funding to implement the San Francisco Energy Watch (SFEW) Local Government Partnership Program for activities in 2015. However, such funding provided by PG&E for any energy efficiency programs, including but not limited to the SFEW, shall be conditioned upon and subject to the approval by the California Public Utilities Commission regarding PG&E's 2015 Energy Efficiency Application ("Application").

This funding will be used to support the following activities:

- Marketing & Implementing of SFEW Energy Efficiency Direct Install Programs, including incentives for Energy Efficiency Measures targeting businesses and multifamily customers
- Strategic Energy Resource work, including, but not limited to, Software Augmented Audits, Mini-Retrocommissioning, Refrigeration Replacement, and Climate Planning

PG&E will work with SFDoE to finalize the scope of work and terms and conditions and execute the final SFEW 2015 Program Contract, pending final CPUC approval of the Application.

Sincerely,

Karen Zelmar/

Director, Energy Efficiency Programs Pacific Gas and Electric Company

CC:

Allison Quaid, Program Manager, San Francisco Department of Environment Environmental Commission, San Francisco Department of Environment Office of the Mayor, City and County of San Francisco