

PACIFIC GAS & ELECTRIC CO  
Form FWP  
November 10, 2009

**Filed Pursuant to Rule 433**  
**Registration No. 333-149361**  
**November 10, 2009**

**PRICING TERM SHEET**  
**5.40% Senior Notes due 2040**

**Issuer:** Pacific Gas and Electric Company

**Security:** 5.40% Senior Notes due January 15, 2040

**Size:** \$550,000,000

**Maturity Date:** January 15, 2040

**Coupon:** 5.40%

**Interest Payment Dates:** January 15 and July 15, commencing July 15, 2010

**Price to Public:** 98.579%

**Benchmark Treasury:** 4.250% due May 15, 2039

**Benchmark Treasury Yield:** 4.396%

**Spread to Benchmark Treasury:** +110 basis points

**Yield:** 5.496%

**Optional Redemption:** Make-Whole Call at Treasuries plus 20 basis points

**Expected Settlement Date:** November 18, 2009 (T+5)

**CUSIP / ISIN:** 694308 GS0 / US694308GS01

**Anticipated Ratings:** A3 by Moody's Investors Service, Inc.  
BBB+ by Standard & Poor's Ratings Services

**Joint Book-Running Managers:** Banc of America Securities LLC  
Deutsche Bank Securities Inc.  
RBS Securities Inc.

**Co-Managers:** Wells Fargo Securities, LLC  
Mitsubishi UFJ Securities (USA), Inc.  
Blaylock Robert Van, LLC  
CastleOak Securities, L.P.  
Loop Capital Markets, LLC  
Samuel A. Ramirez & Company, Inc.

**Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.**

**The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering.**

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**You may get these documents for free by visiting EDGAR on the SEC Web site at [www.sec.gov](http://www.sec.gov). Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Banc of America Securities LLC toll free at 800-294-1322; Deutsche Bank Securities Inc. toll free at 800-503-4611 or RBS Securities Inc. toll free at 866-884-2071.**