

PACIFIC GAS & ELECTRIC CO  
Form FWP  
March 03, 2009

**Filed Pursuant to Rule 433**  
**Registration No. 333-149361**  
**March 3, 2009**

**PRICING TERM SHEET**  
**6.25% Senior Notes due March 1, 2039**

|                                      |   |
|--------------------------------------|---|
| <b>Issuer:</b>                       | Pacific Gas and Electric Company  |
| <b>Size:</b>                         | \$550,000,000   |
| <b>Maturity Date:</b>                | March 1, 2039   |
| <b>Coupon:</b>                       | 6.25%   |
| <b>Interest Payment Dates:</b>       | March 1 and September 1, commencing September 1, 2009                               |
| <b>Price to Public:</b>              | 98.761%   |
| <b>Benchmark Treasury:</b>           | 4.50% due May 15, 2038  |
| <b>Benchmark Treasury Yield:</b>     | 3.643%  |
| <b>Spread to Benchmark Treasury:</b> | +270 basis points   |
| <b>Re-Offer Yield:</b>               | 6.343%  |
| <b>Optional Redemption:</b>          | Make-Whole Call at Treasuries plus 40 basis points                                  |
| <b>Expected Settlement Date:</b>     | March 6, 2009   |
| <b>CUSIP:</b>                        | 694308 GQ4  |
| <b>Anticipated Ratings:</b>          | A3 by Moody's Investors Service, Inc.<br>BBB+ by Standard & Poor's Ratings Services |
| <b>Joint Book-Running Managers:</b>  | Barclays Capital Inc.<br>BNP Paribas Securities Corp.<br>UBS Securities LLC         |
| <b>Co-Managers:</b>                  | Mizuho Securities USA Inc.<br>Wedbush Morgan Securities Inc.                        |

Blaylock Robert Van, LLC  
Cabrera Capital Markets, LLC  
CastleOak Securities, L.P.  
U.S. Bancorp Investments, 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.**

**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 Barclays Capital Inc. toll free at 1-888-227-2275, ext. 2663; BNP Paribas Securities Corp. toll free at 800-854-5674; or UBS Securities LLC toll free at 877-827-6444 ext. 561-3884.**