June 7, 2001

California Public Utilities Commission Docket's Unit 505 Van Ness Avenue San Francisco, CA 94102

Re: A.01-04-012: Conditional Application of PACIFIC GAS AND ELECTRIC COMPANY (U.39)

E) for a Certificate of Public Convenience and Necessity Authorizing the Construction of

the Los Banos-Gates 500 kV Transmission Project

Dear Sir or Madam:

Enclosed, please find an original and 8 copies of the Second Prehearing Conference Statement of the California Independent System Operator Corporation on Docket A.01-04-012: Conditional Application of PACIFIC GAS AND ELECTRIC COMPANY (U 39 E) for a Certificate of Public Convenience and Necessity Authorizing the Construction of the Los Banos-Gates 500 kV Transmission Project. Please date-stamp one copy and return to California ISO in the self-addressed stamped envelope provided.

Thank you.

Sincerely,

Jeanne M. Solé Regulatory Counsel

Cc: Service List A 01-04-012