



Climate Policy Principles

Meeting the challenge of climate change is central to PG&E's ability to deliver on the "triple bottom line" framework of serving people, the planet, and California's prosperity—underscored by strong operational performance.

Consistent with this framework, PG&E works to reduce greenhouse gas emissions and environmental impacts from our operations and acts as a valuable partner and enabler to do so with our customers, the State of California, and beyond. PG&E also builds climate resilience by adapting to and preparing for a changing climate and associated weather patterns that could affect our assets, infrastructure, operations, coworkers, and customers.

PG&E is committed to achieving more sustainable operations and enabling our customers to reduce greenhouse gas emissions by:

- Reducing emissions of methane, a potent greenhouse gas released from the operation of natural gas infrastructure, by implementing Senate Bills 1371 and 1383, which address leak abatement and short-lived climate pollutants, respectively.
- Evolving the natural gas system by supporting emerging renewable gas technologies to decarbonize the gas system coupled with critical low-carbon thermal generation to supply electricity during peak electric demand.
- Supporting all-electric building codes and standards for new construction and identifying opportunities for strategic electrification.
- Making our facilities more energy efficient and sustainable, increasing clean vehicles and fuels in our fleet, and adopting environmentally responsible products and services.
- Engaging with our customers to help them use less energy and better manage their energy footprint through solutions that include energy efficiency and demand response; clean and renewable energy and fuels; storage; and low-carbon transportation fuels and fueling infrastructure.
- Integrating climate science into PG&E's decision-making and asset planning to mitigate climate risks and build resilience to long term climate-driven impacts.

PG&E advocates for policies that:

- Position California to achieve economy-wide carbon neutrality by 2045 and support nation-wide decarbonization efforts consistent with science-based emissions reduction targets to achieve carbon neutrality by 2050 or sooner.



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- Support cost-effective achievement of greenhouse gas reduction goals through technology-neutral and flexible greenhouse gas emission-reduction strategies that foster innovation and technology.
- Support well-designed carbon pricing mechanisms, including California's cap-and-trade program, with environmental integrity, cost containment, and recognition of early actions.
- Support disadvantaged and vulnerable communities and the workforce in an equitable and just transition to a carbon neutral future.
- Support strategies that also lead to community-level local air quality improvements.
- Promote research and development of natural climate solutions and new technologies needed to enable decarbonization including hydrogen production, carbon capture, energy storage, renewable natural gas, and other power-to-gas/liquids technology.
- Support policies that will enable the unprecedented infrastructure build rates and the associated transmission system that will be necessary to decarbonize the economy.
- Support PG&E's ability to invest in and adaptively manage a modern and resilient energy system that can better withstand climate-related impacts and enable PG&E to continue providing safe, reliable, affordable, and clean energy in the face of a changing climate.
- Support market reforms and changes to the regulatory structure that enable deep decarbonization, including building codes and appliance standards, policies to address gas and electric system affordability, and enhanced integration of the Western grid to accommodate demand and supply-side shifts in energy.
- Promote and support customer incentives that do not unduly shift costs to other customers, including energy efficiency, building electrification, and zero emission vehicle adoption.

PG&E aligns and allocates its resources by:

- Supporting candidates who are committed to the environment.
- Providing charitable resources to organizations dedicated to improving our environment and addressing the climate crisis.
- Engaging in coalitions and trade associations in support of our policy principles.