

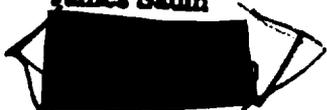


SACRAMENTO MUNICIPAL UTILITY DISTRICT P. O. Box 18830, Sacramento CA 95852-1830. (916) 452-3211
AN ELECTRIC SYSTEM SERVING THE HEART OF CALIFORNIA

June 30, 1999

2

James Saum



EX 7C

Dear Jim:

This letter is to notify you that you have been placed on administrative leave pending the outcome of our investigation of circumstances surrounding a meeting you attended with Jim Field, Steve Redcker, and Dale Flowers on June 24, 1999. You will remain on administrative leave until you are notified to return to work.

Sincerely,

Colin Taylor, Director
Power Generation

Cc: Dick Ferreira
Bruce Notareus
Personnel File

Information in this record was deleted
in accordance with the Freedom of Information
Act, exemptions 7C
FOIA- 2000-0194

B/27