

From: [Redacted]  
Sent: 4/5/2012 2:10:52 PM  
To: Peck, David B. (david.peck@cpuc.ca.gov); Pocta, Robert M. (robert.pocta@cpuc.ca.gov); 'Sabino, Pearlie Z.' (pearlie.sabino@cpuc.ca.gov); marcel@turn.org (marcel@turn.org); Myers, Richard A. (richard.myers@cpuc.ca.gov); Bromson, Jonathan (jonathan.bromson@cpuc.ca.gov); Gatti, Belinda (belinda.gatti@cpuc.ca.gov); Cheng, Franz (franz.cheng@cpuc.ca.gov)  
Cc: Clare, David (/O=PG&E/OU=Corporate/cn=Recipients/cn=DWC3); [Redacted] (Energy Procurement) [Redacted]  
[Redacted]  
[Redacted]; Doll, Laura (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=LRDD); [Redacted]  
[Redacted]  
[Redacted]

Bcc:  
Subject: RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals

Hi, Pearlie,

Thank you for stating DRA's position. We appreciate your prompt response which will help us move forward. However, we ask for clarification of a few additional points:

1) Can DRA also support a [Redacted]?

That option, although slightly more expensive, provides additional flexibility in the near term enabling PG&E, DRA and other stakeholders to consider realignment of core capacity holdings. During our conference call, Dave Peck expressed an interest in evaluating our pipeline portfolio. We are also interested in potential re-alignment, if reasonable, and of course, subject to approval by the Commission. Allowing the entire PG&E SW portfolio to expire by next summer could provide a unique opportunity to address potential changes.

2) Your email only addressed the Kern River offer. Will DRA recommend the [Redacted] capacity at this time?

If not, PG&E will be short by [Redacted], and by next winter we will be out of compliance with D 04-09-022. Additionally, by not renewing now, we will be waiving our [Redacted]

[Redacted] contract.

3) In light of the issues identified in Q.2, is DRA recommending that we not [Redacted]

[Redacted]

4) Does DRA agree with the [Redacted] as outlined in our presentation?

5) In addition, does DRA accept the modifications to the MOU on the [Redacted] to incorporate [Redacted] as we discussed last Monday?

We believe that final agreement on the benchmark is a necessary precursor to moving forward with the [Redacted]

Thanks again for your prompt email response. Your answers to these additional questions will help us finalize our recommendation, which we hope to be able to share with you tomorrow.

[Redacted]

Manager, Regulatory and Contract Services  
Core Gas Supply  
Pacific Gas and Electric Company

[Redacted]

**From:** Sabino, Pearlie Z. [mailto:pearlie.sabino@cpuc.ca.gov]

**Sent:** Thursday, April 05, 2012 10:52 AM

**To:** [Redacted] Pocta, Robert M.; Peck, David B.; Myers, Richard A.; Gatti, Belinda; Marcel@turn.org; Cheng, Franz; Bromson, Jonathan

**Cc:** Clare, David; [Redacted];

[Redacted] Doll, Laura

**Subject:** RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals

Hi [Redacted],

At this time DRA can only express support for the [Redacted] on the [Redacted] as described to us.

DRA looks forward to your updated proposal per discussion in yesterday's meeting.

Thanks,

Pearlie Sabino

**From:** Redacted

**Sent:** Wednesday, April 04, 2012 2:00 PM

**To:** Sabino, Pearlie Z.; Pocta, Robert M.; Peck, David B.; Myers, Richard A.; Gatti, Belinda;  
[Marcel@turn.org](mailto:Marcel@turn.org); Cheng, Franz; Bromson, Jonathan

**Cc:** Clare, David; Redacted

Redacted; Doll, Laura

**Subject:** RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals

Pearlie and others,

Attached is additional information for our 3:30 conference call today.

The call-in information is:

Redacted

Thanks,

Redacted

Manager, Regulatory and Contract Services  
Core Gas Supply  
Pacific Gas and Electric Company

Redacted

**From:** Sabino, Pearlie Z. [mailto:pearlie.sabino@cpuc.ca.gov]

**Sent:** Wednesday, April 04, 2012 12:39 PM

**To:** [Redacted]; Pocta, Robert M.; Peck, David B.; Myers, Richard A.; Gatti, Belinda; Marcel@turn.org; Cheng, Franz; Bromson, Jonathan

**Cc:** Clare, David; [Redacted]

[Redacted]; Doll, Laura

**Subject:** RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals

Hi John,

Do you have any additional information regarding these offers and also any thoughts on how the CPIM benchmark might be modified to reflect the possibility of Kern capacity?

Thanks,

Pearlie

**From:** [Redacted]

**Sent:** Thursday, March 29, 2012 4:41 PM

**To:** Pocta, Robert M.; Peck, David B.; Sabino, Pearlie Z.; Myers, Richard A.; Gatti, Belinda; Marcel Hawiger (Marcel@turn.org); Cheng, Franz; Bromson, Jonathan

**Cc:** Clare, David; [Redacted]

[Redacted]; Doll, Laura

**Subject:** Urgent Request to Confer on Pipeline Capacity Contract Renewals

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CPUC General Order 66-C and Code Section 583

To DRA, TURN and Energy Division:

SB\_GT&S\_0633206

Urgent Request to Confer on Pipeline Capacity Contract Renewals

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Thank you for your immediate attention.

Redacted

Manager, Regulatory and Contract Services

Core Gas Supply

Pacific Gas and Electric Company

Redacted