From: Sabino, Pearlie Z. Sent: 4/9/2012 12:35:37 PM Redacted (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=Redac); To: Peck, David B. (david.peck@cpuc.ca.gov); Pocta, Robert M. (robert.pocta@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) Clare, David (/O=PG&E/OU=Corporate/cn=Recipients/cn=DWC3); Redacted Cc: (Energy Procurement) (/O=PG&E/OU=Corporate/cn=Recipients/cn=Redacte Redacte Redacted (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=Redacted Redac (/O=PG&E/OU=Corporate/cn=Recipients/cn=Red; Doll, Laura (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=LRDD); Redacted (Law) (/O=PG&E/OU=Corporate/cn=Recipients/cn=Redact); Redacted (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=Redac) Bcc: Subject: RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals Hi Reda DRA would be fine with the recommended Option 3 as described in the Slides. Thanks, Pearlie Sabino From Redacted Sent: Friday, April 06, 2012 3:35 PM To: Sabino, Pearlie Z.; Pocta, Robert M.; Peck, David B.; Myers, Richard A.; Gatti, Belinda; 'Marcel@turn.org'; Cheng, Franz; Bromson, Jonathan Cc: Clare, David; Redacted (Energy Procurement); Redacted Redacted (Law); Doll, Laura Subject: Urgent Request to Confer on Pipeline Capacity Contract Renewals

All,

SB GT&S 0633231

Attached please find an updated Pipeline Capacity Renewal presentation, describing the additional options, and the advantages and disadvantages of each. Also included is a revised recommendation. We would like to discuss this with you next week. Please let me know your availability for a one hour call Monday, Tuesday, or Wednesday next week.

Thank You.

Redacted

Manager, Regulatory and Contract Services

Core Gas Supply

Pacific Gas and Electric Company

Redacted

From Redacted

Sent: Thursday, April 05, 2012 2:11 PM

To: 'Sabino, Pearlie Z.'; Pocta, Robert M.; Peck, David B.; Myers, Richard A.; Gatti, Belinda;

Marcel@turn.org; Cheng, Franz; Bromson, Jonathan

Cc: Clare, David; Redacted (Energy Procurement); Redacted

Redacted (Law): Doll, Laura

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 contract?

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 contract.
3) In light of the issues identified in Q.2, is DRA recommending that we not renew any Redacted
4) Does DRA agree with the Redacted in our presentation?
5) In addition does DRA accept the modifications to the MOU on the 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 (Energy Procurement); Redacted Redacted (Law); Doll, Laura Subject: RE: Urgent Request to Confer on Pipeline Capacity Contract Renewals

Hi Redac
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; Cheng, Franz; Bromson, Jonathan  Cc: Clare, David; Redacted (Energy Procurement); Redacted (Law); 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:

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
Hi Reda,
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 (Energy Procurement); Redacted  Redacted (Law); Doll, Laura  Subject: Urgent Request to Confer on Pipeline Capacity Contract Renewals

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Urgent Request	to Confer on Pipelir	ne Capacity Cont	ract Kenewals	

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CPUC General Order 66-C and Code Section 583

Redacted
Thank you for your immediate attention.
Redacted
Redacted
Manager, Regulatory and Contract Services
Core Gas Supply
Pacific Gas and Electric Company
Redacted