

From: Clare, David

Sent: 4/9/2012 12:51:13 PM

To: [Redacted]
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: [Redacted]
[Redacted] (Energy Procurement)
[Redacted]
[Redacted]
[Redacted]; Doll, Laura (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=LRDD); [Redacted]
[Redacted]

Bcc:

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

Pearlie

Thanks

Dave Clare

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

Sent: Monday, April 09, 2012 12:36 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] (Energy Procurement); [Redacted]
[Redacted] (Law); Doll, Laura

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

Hi [Redacted]

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] Doll, Laura
Subject: Urgent Request to Confer on Pipeline Capacity Contract Renewals

All,

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], [Redacted] [Redacted] capacity at this time?

If not, PG&E will be [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 renew any [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] offer.

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 [Redact]

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]
[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:

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

CONFIDENTIAL

Commercially Sensitive Information provided pursuant to

CPUC General Order 66-C and Code Section 583

To DRA, TURN and Energy Division:

Urgent Request to Confer on Pipeline Capacity Contract Renewals

Redacted

The offers under consideration are summarized below:

Redacted

Thank you for your immediate attention.

Redacted

Manager, Regulatory and Contract Services

Core Gas Supply

Pacific Gas and Electric Company

Redacted