FIVE-YEAR FIXED ENERGY PRICE AMENDMENT TO THE GWF CONTRACTS

BETWEEN

THE GWF QFs

AND

PACIFIC GAS AND ELECTRIC COMPANY

THIS AMENDMENT ("Amendment") is by and among GWF POWER SYSTEMS, L.P., HANFORD L.P. and THERMAL ENERGY DEVELOPMENT PARTNERSHIP, L.P., each in their individual capacities, (collectively defined herein as, the "GWF QFs") and PACIFIC GAS AND ELECTRIC COMPANY ("PG&E"). The GWF QFs and PG&E are sometimes referred to herein collectively as the "Parties."

RECITALS

- A. The GWF QFs and PG&E are parties to those certain contracts listed in Attachment A hereto (collectively, the "GWF Contracts").
- B. On April 6, 2001, PG&E filed a voluntary petition under chapter 11 of the United States Bankruptcy Code in the San Francisco Division of the United States Bankruptcy Court for the Northern District of California (the "Bankruptcy Court") (*In re Pacific Gas and Electric Company*, Bankr. Case No. 01-03923).
- C. On June 14, 2001, the Commission issued D.01-06-015, which approved as reasonable certain non-standard PPA price modifications
- D. The GWF QFs and PG&E now desire to enter into the PPA price modification set forth below.

AMENDMENT

In consideration of the mutual promises and covenants contained herein, PG&E and the GWF QFs agree as follows:

1. PPA AMENDMENT

Pursuant to that certain July 11, 2001 Agreement between PG&E and the GWF QFs (the "July 11 Agreement"), a copy of which is attached hereto as Attachment I, the GWF Contracts are hereby amended as set forth in Section 1 of the July 11 Agreement, entitled "Acceptance of the CPUC Five-Year Fixed Energy Price Option," and Attachment C of the July 11 Agreement, entitled "FIXED ENERGY PRICES FOR QUALIFYING FACILITIES UNDER D.01-06-015." No provision of the GWF Contracts other than the energy pricing term is or shall be deemed to be modified, amended, waived or otherwise affected by this Amendment.

2. SIGNATURES

IN WITNESS WHEREOF, this Amendment has been duly executed by or on behalf of the GWF QFs and PG&E.

PACIFIC GAS AND ELECTRIC COMPANY a California corporation GWF Power Systems, L.P., a Delaware limited partnership By: GWF Bay Area, Inc., a California corporation its managing general partner By: Duane H. Nelsen President & CEO Thermal Energy Development Partnership, L.P., a Delaware limited partnership, By: Harbert Tracy, L.P., a Delaware limited partnership a general partner

Harbert Tracy, Inc., A Delaware corporation

Wayne B. Nelson, III

President

a general partner

By:

By:

Date:

Hanford L.P., a Delaware limited partnership
By: GWF Hanford, Inc., a California corporation its managing general partner By:
Duane H. Nelsen President & CEO
Date:
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PACIFIC GAS AND ELECTRIC COMPANY

a California corporation

a cantificia corporado

Title: Brette, UFPW

Date: 11 July 2001

GWF Power Systems, L.P., a Delaware limited partnership

Hanford L.P., a Delaware limited partnership

a California corporation

its managing general partner

By: GWF Hanford, Inc.,

By: GWF Bay Area, Inc.,

a California corporation

its panaging general partner

Řv:

Duane H. Nolsen

Date

President & CEO

Date

President & CEO

Thermal Energy Development Partnership, L.P., a Delaware limited partnership,

By: Harbert Tracy, L.P.,

a Delaware limited partnership

a general partner.

By: Harbert Tracy, Inc.,

A Delaware comporation

a general partner

By:

Wayne B. Nelson, III

President

Date

ATTACHMENT A THE GWF AFFILIATES' QF FACILITIES

1. GWF Power Systems, L.P. .:

- (1) Power Purchase Agreement for Long-Term Energy and Capacity Between GWF Power Systems, L.P., as successor in interest to GWF Power Systems Company, and Pacific Gas and Electric Company, executed by GWF Power Systems Company on November 30, 1984, and by Pacific Gas and Electric Company on December 12, 1984, as amended (PG&E Log. #01P049) [GWF #1]; and
- (2) Power Purchase Agreement for Long-Term Energy and Capacity Between GWF Power Systems, L.P., as successor in interest to GWF Power Systems Company, and Pacific Gas and Electric Company, executed by GWF Power Systems Company on April 12, 1985, and by Pacific Gas and Electric Company on August 19, 1985, as amended. (PG&E Log. # 01P086) [GWF #2]; and
- (3) Power Purchase Agreement for Long-Term Energy and Capacity Between GWF Power Systems, L.P.., as successor in interest to GWF Power Systems Company, and Pacific Gas and Electric Company, executed by GWF Power Systems Company on April 12, 1985, and by Pacific Gas and Electric Company on June 26, 1985, as amended. (PG&E Log. # 01P091) [GWF #3]; and
- (4) Power Purchase Agreement for Long-Term Energy and Capacity Between GWF Power Systems, L.P., as successor in interest to GWF Power Systems Company and Pacific Gas and Electric Company, executed by GWF Power Systems Company on November 30, 1984, and by Pacific Gas and Electric Company on December 12, 1984, as amended. (PG&E Log. # 01P051) [GWF #4]; and
- (5) Power Purchase Agreement for Long-Term Energy and Capacity Between GWF Power Systems, L.P.., as successor in interest to GWF Power Systems Company, and Pacific Gas and Electric Company, executed by GWF Power Systems Company on April 12, 1985 and by Pacific Gas and Electric Company, on August 19, 1985, as amended. (PG&E Log. # 01P087) [GWF #5].
- 2. Hanford L.P.: Power Purchase Agreement for Long-Term Energy and Capacity Between Hanford L.P., as successor in interest to GWF Power Systems Company, and Pacific Gas and Electric Company, executed by GWF Power Systems Company on April 12, 1985, and by Pacific Gas and Electric Company on June 26, 1985, as amended. (PG&E Log. # 25C136) [Hanford]
- 3. Thermal Energy Development Partnership, L.P.: (1) Power Purchase Agreement for Long-Term Energy and Capacity Between Thermal Energy Development Partnership, L.P., as successor in interest to Power Resource Development Corporation, and Pacific Gas and Electric Company, executed by Power Resource Development Corporation, on April 16, 1985, and by Pacific Gas and Electric Company on June 25, 1985, as amended. (PG&E Log. #16P054) [Thermal].