

PG&E may modify the answers provided below at any time for any reason and may or may not provide notice of such modification. In case of differences between this information and the PG&E RFO Solicitation Protocol, the PG&E RFO Solicitation Protocol will govern.

**Pacific Gas and Electric Company's (PG&E's)
2015 Smart Grid Compressed Air Energy Storage Demonstration Project
("CAES") Request for Offers ("RFO")**

ELIGIBILITY

1. What is the size limits for the CAES project?
 - Our preference is that project to be greater than 100 MW but less than 350 MW.
2. Does the CAES project have to be sited in a specific location?
 - The project must use the reservoir identified in the Solicitation Protocol as the compressed air storage medium. The Energy Conversion Facility (i.e., the air compression and power generation equipment) may be at the site selected by PG&E, or an alternate site. However, the Delivery Point for the electricity products must be within the CAISO-controlled transmission grid.
3. Will PG&E definitely execute a CAES agreement as a result of the RFO?
 - No. As part of the Phase 1 of the project, PG&E is required to issue an RFO to assess the economic feasibility of the project. Based on the results of the RFO, PG&E may OR may not decide not to move forward with the project. and any agreement would require CPUC approval to be effective
4. Is there a limit to the number of offers or variations a Participant can submit?
 - Yes. Participants may submit one Offer and up to five (5) variations (i.e., the original Offer and five additional variations of that Offer). A variation may alter such attributes such as size, term, price, commercial operation date, duration of discharge, or operational characteristics.
5. Are there performance and or operational requirements for the project?
 - Yes. PG&E has performance and operational requirements and preferences for the project, which can be found in the RFO Solicitation Protocol in Section II.C., Certain Performance and Operational Requirements and Preferences.
6. Will the Project count towards the CPUC Energy Storage program target for PG&E?
 - If PG&E executes a CAES agreement with a Participant as a result of the RFO, PG&E would file an application with the CPUC to have the project apply to its energy storage target.

PROJECT DATA

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7. What Project-specific information will be available to Participants to help with project development?
 - PG&E will post all project-related documents associated with this Solicitation to an electronic data room (“Data Room”) maintained on an electronic file transfer site. The Data Room contains PG&E’s findings on geology, preliminary engineering, environmental analysis, and other information that PG&E has gathered through testing and analyses of the site. An overview of the contents of the Data Room is also provided in Appendix 3, Data Room Contents.
8. How can Participants access the Data Room?
 - The Data Room will be available to Participants who have (1) a fully executed Appendix 1, Confidentiality Agreement, signed by both Participant and PG&E, and (2) submitted a completed Appendix 2, Experience, Qualifications, and Organization which has been accepted by PG&E as meeting the Appendix requirements.

INTERCONNECTION

9. Is the project site associated with an active CAISO interconnection queue position?
 - No, the project is not associated with an active CAISO interconnection queue position.
10. Does PG&E require Participants to have submitted an application for an interconnection study at the time of offer submission?
 - PG&E does not require Participants to have entered the CAISO process at the time of offer submission. However, the project must have an Interconnection Agreement in place with CAISO prior to commercial operation.
11. Who is responsible for obtaining interconnection for the project?
 - The Participant will be responsible for all activities and costs associated with obtaining interconnection, including interconnection study costs, network upgrades, and interconnection facilities as determined via the relevant interconnection process. However, PG&E will reimburse the successful Participant up to \$250,000.00 towards the express and sole purpose of the System Interconnection Study Deposit, as described in the applicable CAISO tariff.

TIMELINE

12. What are the key dates/deadlines for the RFO?
 - The key dates and deadlines for the RFO can be found in the RFO Solicitation Protocol in Section I.C., Schedule Overview.
13. Does PG&E have a deadline by which to complete the RFO?
 - No. PG&E does not have a deadline by which it must complete the RFO.