

Pacific Gas and Electric Company

ELECTION FOR SELF-BALANCING OPTION

1. GENERAL

This Self-Balancing Amendment (SB Amendment) form shall amend an existing service agreement as indicated herein between Pacific Gas and Electric Company (PG&E), a California Corporation, and _____ who obtains natural gas transmission and/or distribution services from PG&E. In executing this SB Amendment, the undersigned Agent elects and agrees to be subject to the terms, conditions, charges and fees of the Self-Balancing and ancillary provisions of PG&E's gas rate Schedule G-BAL and other applicable gas tariffs.

2. DESIGNATION OF BALANCING AGENT

Self-Balancing Agent executes this SB Amendment in one of the following capacities as indicated below:

- a. _____ **Noncore Balancing Agent**, who has executed a currently valid Noncore Balancing Aggregation Agreement (Form No. 79-869) (NBAA) with PG&E and who acts for other Noncore End-Use Customers in a Group. This SB Amendment shall amend the NBAA and shall be subject to its terms and conditions as well as the terms and conditions of other Amendments thereto.

The applicable NBAA Group Number is: _____.

- b. _____ **Core Transport Agent**, who has executed a currently valid Core Transport Agent Agreement (Form No. 79-845) (CTA Agreement) with PG&E and who acts for Customers in a Core Transport Group as defined in gas rate Schedule G-CT. This SB Amendment shall amend the CTA Agreement and shall be subject to its terms and conditions as well as the terms and conditions of other exhibits thereto.

The applicable CTA Group Number is: _____.

3. TERM

The election confirmed by this SB Amendment shall be made during the time period for elections set forth in Schedule G-BAL and shall be effective either for a one-year or two-year period beginning April 1 as shown below. The term of this SB Amendment shall equal the length of Self-Balancing election as indicated by Self-Balancing Agent below.

BEGIN DATE

April 1, 20 _____

END DATE

March 31, 20 _____

Pacific Gas and Electric Company

ELECTION FOR SELF-BALANCING OPTION (Cont'd)

4. SELF BALANCING GROUPS

Self-Balancing Agent agrees that only the gas usage and supply of its SB Group may be used to calculate the Self-Balancing Credits, as set forth in Schedule G-BAL.

From April 1 of the year of the Beginning Date listed in Section 3 above, until March 31 of the year of the End Date listed in Section 3, the Self-Balancing Agent may submit requests to PG&E to add an End-Use Customer(s), to the SB Group identified in or created pursuant to this SB Amendment and subject to the terms in Schedule G-BAL.

If an End-Use Customer removes itself or is removed from the indicated NBAA Group or CTA Group during the term of this SB Amendment, such End-Use Customer shall no longer be part of the SB Group and its gas usage shall not be subject to Self-Balancing, nor qualify for Self-Balancing Credits.

5. RIGHTS AND OBLIGATIONS

This SB Amendment shall not modify or change the obligations, restrictions or rights contained in other agreements between the parties, including the NBAA or CTA Agreement, unless expressly indicated herein. Self-Balancing Agent agrees that all understandings regarding this SB Amendment are set forth or referenced herein, and no agreements, representations, memoranda, or other forms of communication, written or oral, exchanged at or before the execution hereof, may be grounds for altering or interpreting the terms hereof.

This SB Amendment shall at all times be subject to any changes or modification which the Public Utilities Commission of the State of California (CPUC) may direct from time to time in the exercise of its jurisdiction. Such changes or modifications may be made to this SB Amendment or may affect the implementation or interpretation hereof through PG&E's applicable tariffs. PG&E shall notify Self-Balancing Agent of any such changes or modifications that may affect the obligations hereunder.

AGREED TO BY:

SELF-BALANCING AGENT

PACIFIC GAS AND ELECTRIC COMPANY

(Signature)

(Signature)

(Print Name)

(Print Name)

(Title)

(Title)

(Date)

(Date)