

California Gas Transmission Open Season

PG&E's California Gas Transmission (CGT) is holding a binding open season for firm on-system capacity on the Baja and Redwood Paths from May 10, 2016, through May 19, 2016, to allow customers an opportunity to purchase annual and seasonal standard tariff firm transportation services, for contract terms starting November 1, 2016.

Open Season Dates

To participate, customers must submit the [On-system Capacity Bid Form](#)

Bids are due no later than **9:00 AM Pacific Time on May 19, 2016**

CGT will award capacity to any winning bidders by **12:00 PM. (noon) Pacific Time on May 19, 2016**

Terms and Conditions

1. Capacity Available

The following firm delivery point capacity (MDth/day) is available during the CGT Open Season. If interested in bidding for capacity beyond 2017, please consider the same available capacity as 2017. Available firm delivery point capacity may be subject to change.

Month	Available Total Baja On Firm Capacity	Available Total Redwood On Firm Capacity
Nov-16	600	700
Dec-16	310	700
Jan-17	310	710
Feb-17	310	710
Mar-17	605	710
Apr-17	605	415
May-17	605	415
Jun-17	605	415
Jul-17	605	415
Aug-17	605	265
Sep-17	605	265
Oct-17	605	265
Nov-17	610	635
Dec-17	315	635

2. Service Agreement and Creditworthiness

All parties must meet the applicable credit provision for PG&E and must have a GAS TRANSMISSION SERVICE AGREEMENT (GTSA) (Form No. 79-866) in place prior to placing a bid form. Bidders must satisfy all applicable creditworthiness requirements. Customer must meet the creditworthiness requirements specified in [gas Rule 25](#).

Winning bidders, if required, must post adequate credit within 3 business days of notification; please call **Allen DeBrum at 925-244-3498** to determine whether or not posting is required.

3. Rates

Capacity awarded through this binding open season will be contracted at PG&E’s standard firm tariff rates for [G-AFT](#) and/or [G-SFT](#). Customer shall pay to PG&E such rates and charges as are authorized by the regulatory approvals from time to time, including any applicable surcharges and fuel charges under PG&E’s tariffs.

4. Term

Bids submitted must conform to the terms as specified in PG&E’s gas schedules: G-AFT and G-SFT.

[Gas Schedule G-AFT](#): The minimum term for service under this rate schedule is one (1) year, and the maximum term is fifteen (15) years.

[Gas Schedule G-SFT](#): The minimum term for service for an exhibit to the GTSA under this rate schedule is three (3) consecutive months in any one season. For exhibits that straddle seasons, the minimum term of service is six (6) months, covering at least three (3) consecutive months in each season. The maximum term is two (2) years. For purposes of this rate schedule, there are two (2) seasons per year; Winter and Summer. The Winter season extends for five (5) months beginning November 1 and ending March 31. The Summer season extends for seven (7) months, beginning April 1 and ending October 31.

5. Requested Quantity

The Requested Quantity is the amount of transmission capacity Customer requests for the Baja and Redwood paths. For each path/service option, a maximum request is shown above based on the available path capacity offered. Customer’s Requested Quantity may not be greater than the available path capacity offered. All market concentration limits are applicable. For each unique request, no customer may submit a Requested Quantity that exceeds the market concentration limits. When determining if these limits have been reached, CGT will include each customer’s pre-existing contracts, if any, in its total.

6. Minimum Acceptable Award

In the event that over-subscription occurs, proration of Customer’s Requested Quantity may be necessary. Under Minimum Acceptable Award, Customer authorizes PG&E to reject any request that would result in an award below the Minimum Acceptable Award that Customer specifies. If the awarded capacity would be less than Customer’s stated Minimum Acceptable Award, the specific request will be considered withdrawn by Customer and rejected by PG&E. In the event Customer identifies no Minimum Acceptable Award, Customer authorizes PG&E to award capacity in any amount below the Requested Quantity.

7. Capacity Award Criteria

CGT will award capacity to maximize total economic value based on the following formula, subject to the available path capacity offered during this open season:

$$\text{Economic Value} = (\text{current CPUC approved total contract on-system tariff rate}) \times (\text{term})$$

	Current 2016 Standard Tariff Rates (\$/Dth @ Full Contract Rates)	
Path	Annual On-System (G-AFT)	Seasonal On-System (G-SFT)
Redwood	\$0.2896/Dth	\$0.3475/Dth
Baja	\$0.3304/Dth	\$0.3964/Dth

Note: Only the current 2016 full contract rates will be used to calculate the economic value.

Proration will be applied to bids with identical contract term (month start and month end dates) and tariff rate as needed to maximize economic value within the capacities offered in this open season. All market concentration limits are applicable.