Revised Cancelling Revised Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No. 39064-G 37621-G

GAS SCHEDULE G-XF

Sheet 1

PIPELINE EXPANSION FIRM INTRASTATE TRANSPORTATION SERVICE

APPLICABILITY: This rate schedule* is available to any Customer who holds a Pipeline Expansion Firm

Transportation Service Agreement (FTSA) (Form No. 79-791) approved by the CPUC. This schedule is closed to new Customers. This schedule may also be taken in conjunction with Schedule G-STOR, G-FS, G-NFS, G-NAS, G-PARK, or G-LEND.

TERRITORY: Schedule G-XF applies to pre-existing Pipeline Expansion firm transportation service.

RATES: The following charges apply to intrastate natural gas transportation service under this schedule. In addition, Customer will be responsible for any applicable costs, taxes,

and/or fees incurred by PG&E in taking delivery of third-party gas from inter- or intrastate

sources and any other applicable charges.

Reservation Charge:

The monthly Reservation Charge shall be the applicable reservation rate multiplied by the Customer's Maximum Daily Quantity (MDQ), as specified in the Customer's

Reservation Rates: Per Dth Per Month

SFV Rates: \$5.2574 (R)

Customer's obligation to pay the Reservation Charge each month is absolute and unconditional and is independent of Customer's ability to obtain export authorization from the National Energy Board of Canada, Canadian provincial removal authority, and/or import authorization from the United States Department of Energy. Customer's obligation to pay the Reservation Charge shall be unaffected by the quantity of gas transported by PG&E to Customer's Delivery Point(s) on the Pipeline Expansion.

(Continued)

PG&E's gas tariffs are on-line at www.pge.com.

Revised Cancelling Revised Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

35309-G 32782-G

GAS SCHEDULE G-XF

Sheet 2

PIPELINE EXPANSION FIRM INTRASTATE TRANSPORTATION SERVICE

RATES: (Cont'd.) 2. Usage Charge:

In addition to the Reservation Charge described above, Customer shall pay a usage charge for each decatherm equal to the applicable usage rate times the quantity of gas received on the Customer's behalf, less the applicable shrinkage

allowance in the current month.

<u>Usage Rates</u>: <u>Per Dth</u>

SFV Rates: \$0.0002 (I)

CREDIT-WORTHINESS: The Customer must meet the creditworthiness requirements set forth in Rule 25.

SERVICE AGREEMENT: Customer must have executed a <u>Pipeline Expansion Firm Transportation Service Agreement</u> (Form No. 79-791) prior to the implementation date of the Gas Accord Settlement on March 1, 1998, in order to qualify for service under this schedule.

NOMINATIONS:

Nominations are required for gas supplies delivered under this rate schedule. See

Rule 21 for details.

CURTAILMENT OF SERVICE:

Service under this schedule may be curtailed. See Rule 14 for details.

TEMPORARY ASSIGNMENT OF CAPACITY RIGHTS: Customer may assign all or a portion of its long-term firm capacity on the Pipeline Expansion to another party, subject to the creditworthiness requirements set forth in Rule 25. In order to assign capacity, Customer must provide PG&E written notice, using the Assignment of Gas Transmission Services (Form No. 79-867).

RECEIPT

POINTS:

PG&E will accept gas on Customer's behalf only at the Receipt Point(s) specified in Exhibit A to the FTSA. On any given day, the total amount of gas nominated for firm transportation service at all Receipt Points may not exceed Customer's MDQ, as specified in the FTSA.

DELIVERY POINTS:

Customer may nominate only to the Delivery Point set forth in Exhibit A to the Customer's FTSA. Customer is responsible for separately arranging for transportation of its gas between the Delivery Point and the ultimate end-use destination(s).

SHRINKAGE:

Transportation volumes will be subject to a shrinkage allowance in accordance with Rule 21.

BALANCING:

Service hereunder shall be subject to all applicable terms, conditions and

obligations of Schedule G-BAL.