

GENERAL TERMS AND CONDITIONS
(Continued)

4. OPERATING PROCEDURES (Continued)

4.2 Scheduling of Gas Receipts and Deliveries: (Continued)

(e) Pooling: If requested by a Shipper or supplier on Paiute's system, Paiute will offer at least one pool. [NAESB WGQ 1.3.17]

4.3 Limitation Upon Paiute's Daily Transportation Obligation and Flexible Delivery and Receipt Point Criteria:

(a) Daily Scheduled Quantity: The quantity of gas scheduled for Shipper on a given Day pursuant to Section 4.2 of the General Terms and Conditions of this tariff shall constitute the maximum quantity that Paiute is obligated to deliver to Shipper on such Day ("Daily Scheduled Quantity"). For a Shipper that is also a Receiving Party, any gas scheduled for Shipper and any third-party gas scheduled by Paiute for delivery to such Receiving Party's facilities shall be included as part of the Receiving Party's Daily Scheduled Quantity for the purposes of Sections 4 and 5 of the General Terms and Conditions of this tariff.

(b) Hourly Limitations: Paiute, due to the configuration of its pipeline system and in order to preserve the operational integrity of its system, may need to establish a limit upon the hourly quantity that it can deliver at a particular Delivery Point. The hourly quantity shall be the quantity of natural gas delivered from the top of one hour to the top of the next hour. Any such limitation shall be specified in the executed Service Agreement between Shipper and Paiute, and shall be set forth below:

<u>Point of Delivery</u>	<u>Maximum Daily Quantity (Dth)</u>	<u>Maximum Hourly Quantity (Dth)</u>
Tracy Power Generator	53,982	2,249
Fort Churchill Power Generator	54,826	2,284
South Lake Tahoe City Gate	21,821	1,144