

Calnev Pipe Line, L.L.C.

Tendering and Scheduling Policy

This policy defines the procedure for Tendering volumes for transportation via Calnev Pipe Line, L.L.C.. ("Calnev") under Tariff FERC No. 5, and Tariff CPUC No. 11, supplements thereto and reissues thereof.

Capitalized terms not defined herein shall be defined as they are defined in Calnev's Tariff FERC No. 4, supplements thereto and reissues thereof.

To implement this policy, the following procedures have been established:

1. Shippers must deliver in writing to Calnev by the 15th of each month the volumes to be Tendered for each Pipeline Segment not currently prorated for the subsequent month. For Pipeline Segments that are currently prorated, Shippers must deliver in writing to Calnev no later than the 10th of each month the volumes to be Tendered.
2. Calnev will generate monthly schedules from the above information and distribute them to the Shippers and to Suppliers and Consignees identified by the Shippers by the 25th of the month.
3. Shippers must submit changes in batch volumes, destinations, Suppliers and Consignees at least 7 working days prior to shipment to be assured of implementation. Calnev recognizes that unusual conditions, emergencies, etc. can require a waiver of the 7-day notification requirement. Shippers requesting a waiver of the 7-day requirement can be accommodated if Calnev determines that any changes to the shipment schedule caused by the request are not unduly disruptive to other Shippers.

Tendering and Scheduling Policy

4. Calnev will distribute schedule updates (14-day mainline schedule) to Shippers, Suppliers and Consignees each week. In order to be accepted for the weekly schedule updates, Shippers must submit changes before 2:00 p.m. Wednesday to cover the 7-day period through the following Wednesday at 2:00 p.m. Variations due to holidays are noted in Item 5 below.
5. The 2:00 p.m. Wednesday deadline will be varied for holidays as follows:

<u>Holiday on</u>	<u>Change Deadline</u>
Monday	3:00 p.m. Wednesday
Tuesday	3:00 p.m. Wednesday
Wednesday	3:00 p.m. Tuesday
Thursday	3:00 p.m. Tuesday
Friday	2:00 p.m. Wednesday (no change)
Thursday and Friday	3:00 p.m. Tuesday
Monday and Tuesday	3:00 p.m. Wednesday

6. Calnev will have schedule updates (14-day mainline schedule) available for distribution to Shippers daily, Monday through Friday (except holidays). This update will have the latest approved revisions and updated times. To receive these schedule updates, please contact Calnev at (714) 560-4847 or contact your Line Scheduler.