

SAMPLE FORMS - CONTRACTS
Appendix A Producer's Payment for Utility's Investment
for Facilities (New Facilities) - Form 6642

Sheet 1

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 2491-A
DECISION NO.

ISSUED BY
Paul J. Cardenas
Vice President
Chief Regulatory Officer

(TO BE INSERTED BY CAL. PUC)
DATE FILED Jul 10, 1996
EFFECTIVE Sep 19, 1996
RESOLUTION NO. G-3194

APPENDIX A

PRODUCER'S PAYMENT FOR UTILITY'S INVESTMENT FOR FACILITIES

Utility's initial Investment for Facilities agreed by Producer and Utility is estimated to be _____ dollars (_____). This estimate is furnished only for the convenience of the parties hereto and is intended to reflect Utility's general past experience of the cost of similar work under favorable conditions. Because of unforeseen contingencies and other factors, the actual cost may be considerably higher or lower than the estimate. Therefore, the estimate is not to be considered a warranty by Utility of the actual cost of Utility's Investment for Facilities.

If, pursuant to Article IV of the Agreement, additions to or modifications to Utility's existing Facilities are required, Producer and Utility shall mutually agree on a good-faith estimate of Utility's investment for such additional Facilities ("Investment for Facilities"). This estimate will be furnished only for the convenience of the parties hereto and will be intended to reflect Utility's general past experience of the cost of similar work under favorable conditions. Because of unforeseen contingencies and other factors, the actual cost may be considerably higher or lower than the estimate. Therefore,

the estimate is not to be considered a warranty by Utility of the actual cost of Utility's Investment for Facilities.

Producer shall pay Utility in immediately available U.S. funds an amount equal to the estimate of Utility's Investment for Facilities within thirty (30) Days after receipt of Utility's invoice. Furthermore, if upon analysis of Utility's Investment for Facilities it is determined that the Utility's actual Investment for Facilities is higher than estimated, the Producer shall pay Utility, upon demand, any additional amounts (without interest) to equal the Utility's actual Investment for Facilities. If the actual amount of Utility's Investment for Facilities is less than the estimated amount of Utility's Investment for Facilities, Utility will refund any overpayment (without interest) to Producer.