Calnev Pipe Line, L.L.C.

Tendering and Scheduling Policy

This policy defines the procedure for Tendering volumes for transportation via Calnev Pipe Line, LLC. ("Calnev") under Tariff FERC No. 32.10.0, and Tariff CPUC No. 17, supplements thereto and reissues thereof.

Capitalized terms not defined herein shall be defined as they are defined in Calnev's Tariff FERC No. 31.5.0, and reissues thereof.

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

- 1. Shippers must submit to Carrier an electronic nomination via Carrier's Common Customer Interface "CCI" system by the 10th of each month the volumes to be Tendered for each Pipeline Segment for the subsequent month. Nominations not submitted using Carrier's CCI system must be submitted in writing in Carrier's requested format and received by Carrier by the close of business on the 5th of the month. If the 5th or 10th falls on a weekend or holiday, then Shippers must have delivered their nominations to Carrier the volumes to be tendered no later than close of business of the preceding work business day.
- Carrier 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 20th of the month.

- 3. Shippers must submit electronically via Carrier's CCI system changes in batch volumes, destinations, Suppliers and Consignees at least 7 working days prior to shipment to be assured of implementation. Changes not submitted using Carrier's CCI system must be submitted in writing in Carrier's requested format and received by Carrier at least 7 working days prior to shipment to be assured of implementation. Carrier recognizes that unusual conditions, emergencies, etc. can require a waiver of the 7-day notification requirement. Shippers requesting a waiver of the 7-day notification requirement can be accommodated if Carrier determines that any changes to the shipment schedule caused by the request are not unduly disruptive to other Shippers.
- 4. Carrier will distribute schedule updates (14-day mainline schedule) to Shippers daily, Monday through Friday (except holidays). In order to be accepted for these schedule updates, Shippers must submit changes before 2:00 p.m. PST the previous work business day.
- 5. Shippers who elect not to utilize Carrier's CCI system for submitting electronic nominations and changes as outlined in item nos. 1 and 3 above will be charged a manual data handling fee of \$10 per batch and/or renewable fuel truck nominated, plus an additional \$10 fee for each subsequent change after nominations are accepted, subject to a minimum fee of \$1500 per month.