## Pacific Gas and Electric Company

## 2014 AS-DELIVERED CAPACITY PRICES FOR QUALIFYING FACILITIES

Effective January 1, 2014 <sup>1</sup>

	Capacity <sup>2</sup> Value	Capacity Allocation Factor <sup>3</sup>	Capacity Loss Adjustment Factor <sup>4</sup>		As-Delivered Capacity Price <sup>5</sup>	
				Primary & Secondary Distribution	Transmission	Primary & Secondary Distribution
			Transmission			
	\$/kw-year	year/hr			\$/kwh	\$/kwh
	(a)	(b)	(c)	(d)	(e) = a * b * c	(f) = a * b * d
With Time-of-Delivery Met	ering					
Period A - Summer						
(May through October)						
Peak	46.970	0.0009844	0.989	0.991	0.045729	0.045821
Partial-Peak	46.970	0.0000264	0.989	0.991	0.001226	0.001229
Off-Peak	46.970	0.0000001	0.989	0.991	0.000005	0.000005
Super Off-Peak	46.970	0.0000000	0.989	0.991	0.000000	0.000000
Period B - Winter						
(January through April, No	vember and Dec	ember)				
Partial-Peak	46.970	0.0001318	0.989	0.991	0.006123	0.006135
Off-Peak	46.970	0.0000007	0.989	0.991	0.000033	0.000033
Super Off-Peak	46.970	0.0000000	0.989	0.991	0.000000	0.000000
Without Time-of-Delivery I	<b>Metering</b>					
Period A	23.485	0.0001780	0.989	0.991	0.004134	0.004143
Period B	23.485	0.0000493	0.989	0.991	0.001145	0.001147

- 1. Interested parties are hereby notified that PG&E reserves all its available rights and remedies to obtain a revision to this posting effective as of January 1, 2014.
- 2. The as-delivered capacity value is derived in accordance with CPUC Decision No. 07-09-040 COL 36, adopting a Combustion Turbine (CT) cost proposed by TURN in its Exhibit 149, less adjustments for ancillary services and energy benefits. The 2014 CT cost is \$78.57/kW-year and is adjusted annually, as detailed in TURN's Exhibit 149, Appendix B. A weighted average of the capacity value is used for meters without time-of-delivery metering.
- 3. Capacity allocation factors (CAF) allocate the capacity value for seasons and time-of-delivery periods. These factors are derived by dividing the allocation percentages effective January 1, 2014, and approved in D. 97-03-017 by the number of hours in each time-of-delivery period. These percentages and hours are summarized, as follows:

	CAFs	s (%)	2014 Delivery Hours		
	Period A	Period B	Period A	Period B	
Peak	76.19%	N/A	774	0	
Partial-Peak	2.38%	21.25%	903	1,612	
Off-Peak	0.02%	0.15%	2,003	2,008	
Super-Off-Peak	N/A	N/A	736	724	
Season total	78.59%	21.41%	4,416	4,344	

Example of year/hr CAF for "Period A - Peak:" 76.19% divided by 744 hours = 0.0009844

- 4. Capacity prices are adjusted for the effect of deliveries on PG&E's transmission and distribution losses based upon the seller's interconnection voltage level. The loss adjustment factors for non-remote facilities (as defined by the CPUC) are shown here.
- 5. The as-delivered capacity price is the product of three factors: capacity value, allocation factor, and capacity loss adjustment factor.