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FERC GAS TARIFF
VOLUME NO. 1
OF
MIDWESTERN GAS TRANSMISSION COMPANY
FILED WITH THE
FEDERAL ENERGY REGULATORY COMMISSION

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PRELIMINARY STATEMENT

Midwestern Gas Transmission Company (Midwestern) is a natural gas transmission company, engaged in the business of transporting natural gas in interstate commerce. Midwestern's system extends from Portland, Tennessee, through the States of Tennessee, Kentucky, Indiana, and Illinois to its terminus at a point near Joliet, Illinois. Midwestern's system also includes a mainline extension from Portland, Tennessee to Hartsville, Tennessee. Midwestern transports gas in both northerly and southerly directions.

SYSTEM MAP

Midwestern's System Map may be viewed and downloaded on its web site, <http://www.oneok.com/mgt>, by selecting "Informational Postings" then "MGT System Map."

SUMMARY OF RATES AND CHARGES

<u>Rate Schedule and Rate</u>	<u>Tariff Rate Effective September 1, 2021</u>	<u>Tariff Rate Effective September 1, 2024</u>
<u>TRANSPORTATION RATES (Per Dekatherms) 1/</u>		
FT-A		
Monthly Demand:		
Maximum	\$2.4485	\$2.5033
Minimum	\$0.0000	\$0.0000
Daily Demand: 2/		
Maximum	\$0.0805	\$0.0823
Minimum	\$0.0000	\$0.0000
Commodity Rate: 3/		
Maximum	\$0.0051	\$0.0062
Minimum	\$0.0051	\$0.0062
FT-B		
Monthly Demand:		
Maximum	\$4.5640	\$4.5981
Minimum	\$0.0000	\$0.0000
Daily Demand: 4/		
Maximum	\$0.1500	\$0.1512
Minimum	\$0.0000	\$0.0000
Commodity Rate: 3/		
Maximum	\$0.0088	\$0.0088
Minimum	\$0.0088	\$0.0088

- 1/ Transportation rates apply to forward hauls, backhauls and exchanges.
- 2/ The Maximum Volumetric Firm Rate for Capacity Release is the equivalent of the 100% load factor rate for Rate Schedule FT-A.
- 3/ Pursuant to Section 18 of the General Terms and Conditions, the maximum and minimum commodity rates shall be increased to include the Commission-authorized Annual Charge Adjustment unit rate as published on the Commission's web site located at <http://www.ferc.gov>.
- 4/ The Maximum Rate applicable for Capacity Release is the equivalent of the 100% load factor rate for Rate Schedule FT-B.

<u>Rate Schedule and Rate</u>	<u>Tariff Rate Effective September 1, 2021</u>	<u>Tariff Rate Effective September 1, 2024</u>
<u>TRANSPORTATION RATES (Per Dekatherms) 1/</u>		
FT-C		
Monthly Demand:		
Maximum	\$2.4485	\$2.5033
Minimum	\$0.0000	\$0.0000
Daily Demand: 2/		
Maximum	\$0.0805	\$0.0823
Minimum	\$0.0000	\$0.0000
Commodity Rate: 3/		
Maximum	\$0.0051	\$0.0062
Minimum	\$0.0051	\$0.0062
FT-D		
Monthly Demand:		
Maximum	\$2.4485	\$2.5033
Minimum	\$0.0000	\$0.0000
Daily Demand: 4/		
Maximum	\$0.0805	\$0.0823
Minimum	\$0.0000	\$0.0000
Commodity Rate: 3/		
Maximum	\$0.0051	\$0.0062
Minimum	\$0.0051	\$0.0062
FT-GS 3/		
Maximum	\$0.0856	\$0.0885
Minimum	\$0.0051	\$0.0062

- 1/ Transportation rates apply to forward hauls, backhauls and exchanges.
- 2/ The Maximum Volumetric Firm Rate for Capacity Release is the equivalent of the 100% load factor rate for Rate Schedule FT-C.
- 3/ Pursuant to Section 18 of the General Terms and Conditions, the maximum and minimum commodity rates shall be increased to include the Commission-authorized Annual Charge Adjustment unit rate as published on the Commission's web site located at <http://www.ferc.gov>.
- 4/ The Maximum Volumetric Firm Rate for Capacity Release is the equivalent of the 100% load factor rate for Rate Schedule FT-D.

<u>Rate Schedule and Rate</u>	<u>Tariff Rate Effective September 1, 2021</u>	<u>Tariff Rate Effective September 1, 2024</u>
<u>TRANSPORTATION RATES (Per Dekatherms)</u>		
<u>1/2/</u>		
IT – Mainline 3/		
Maximum	\$0.0856	\$0.0885
Minimum	\$0.0051	\$0.0062
IT – Eastern Mainline 3/		
Maximum	\$0.1588	\$0.1600
Minimum	\$0.0088	\$0.0088
Fuel Retention Percentage 4/	0.12%	
Load Management Service Cost Reconciliation Adjustment 5/	\$0.1632	

- 1/ Transportation rates apply to forward hauls, backhauls and exchanges.
- 2/ Pursuant to Section 18 of the General Terms and Conditions, the maximum and minimum rates shall be increased to include the Commission-authorized Annual Charge Adjustment unit rate as published on the Commission's web site located at <http://www.ferc.gov>.
- 3/ If an IT Customer nominates a quantity of gas which includes a Receipt Point or Delivery Point on the Mainline and a Receipt Point or Delivery Point on the Eastern Mainline, such quantity of gas shall be subject to the sum of the Rate Schedule IT – Mainline Maximum Rate and the Rate Schedule IT – Eastern Mainline Maximum Rate, subject to Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff, in addition to the Fuel Retention and Loss Quantity.
- 4/ Pursuant to Section 38 of the General Terms and Conditions, the Fuel Retention Percentage includes a Fuel Use Rate of 0.12 percent and a Fuel Loss Rate of 0 percent.
- 5/ The Load Management Service Cost Reconciliation Adjustment is calculated in accordance with Section 39 of the General Terms and Conditions.

	Tariff Rate <u>Effective September 1, 2021</u>	Tariff Rate <u>Effective September 1, 2024</u>
<u>PARK AND LOAN RATES (Per Dekatherms) 6/</u>		
FPAL – Mainline 5/		
Daily Demand:		
Maximum	\$0.0805	\$0.0823
Minimum	\$0.0000	\$0.0000
Commodity Rate:		
Maximum	\$0.0051	\$0.0062
Minimum	\$0.0051	\$0.0062
PAL – Mainline 5/		
Maximum	\$0.0856	\$0.0885
Minimum	\$0.0000	\$0.0000
PAL – Eastern Mainline 5/		
Maximum	\$0.1588	\$0.1600
Minimum	\$0.0000	\$0.0000
<u>TPB RATES (Per Dekatherms) 6/</u>		
Maximum	\$0.0200	\$0.0200
Minimum	\$0.0000	\$0.0000

5/ The Mainline rates apply to service under Rate Schedule PAL or FPAL with a Parking Point or Lending Point at Portland.

6/ Rates are Daily Rates per Dekatherm.

STATEMENT OF NEGOTIATED RATES 1/, 3/

<u>Shipper Name</u>	<u>Contract Number</u>	<u>Rate Schedule</u>	<u>Transportation Quantity Dth/d</u>	<u>Demand Charge 2/</u>	<u>Commodity Rate</u>	<u>Primary Receipt Point Name</u>	<u>Primary Delivery Point Name</u>
BP Energy Company	FA0844	FT-A	7,506	\$2.06	Maximum	Joliet – ANR	Whitesville, KY
Spark Energy Gas, L.L.C.	FA0846	FT-A	24,517	\$2.06	Maximum	Will County	Portland

- 1/ Unless otherwise noted, negotiated contracts do not deviate in any material respect from the applicable form of service agreement set forth in Company's FERC Gas Tariff.
- 2/ Unless otherwise noted, rates are inclusive of all surcharges and reflect a monthly demand rate.
- 3/ Unless otherwise noted, this Tariff section reflects the essential elements of the negotiated contracts, including a specification of all consideration.

RATE SCHEDULES

RATE SCHEDULE FT-A
FIRM TRANSPORTATION SERVICE

1. AVAILABILITY

This Rate Schedule is available for the transportation of natural gas on the Mainline on a firm basis by Company for any Customer.

Mainline shall be defined as the 30-inch diameter pipeline and appurtenant facilities extending from an interconnection between Company and Tennessee Gas Pipeline Company near Portland, Tennessee and extending to a point of interconnection between Company and ANR Pipeline Company located near Joliet, Illinois.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 The service contracted shall be the receipt of natural gas and the delivery of the Equivalent Quantity of natural gas up to the Transportation Quantity for the Transportation Path set forth in Exhibit A of the FT-A Agreement performed under Part 284 of the Commission's Regulations. This service shall be provided to the extent Company determines firm capacity is available on the Mainline to any Customer in the order in which each Customer has fulfilled the requirements of Section 3 below.

2.2 Service shall be allocated and scheduled pursuant to Subsections 3.7, 3.8 and Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. However, service may be curtailed for any of the reasons set out in Section 10 of the General Terms and Conditions of Company's FERC Gas Tariff or whenever necessary to maintain gas quality or the integrity of Company's system.

2.3 Company shall not be required to install, operate or maintain any additional facilities in order to provide new transportation service under this Rate Schedule.

3. REQUEST FOR SERVICE

3.1 All Customers requesting firm transportation service under this Rate Schedule must qualify pursuant to Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

3.2 All Customers requesting firm transportation service hereunder must execute a Firm Gas Transportation Agreement for use under Rate Schedule FT-A (FT-A Agreement) in accordance with the provisions of Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

Subject to the availability of capacity, any Receipt Point on Company's Mainline shall be eligible for designation as a Primary Receipt Point for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

Subject to the availability of capacity, any Delivery Point on Company's Mainline shall be eligible for designation as a Primary Delivery Point(s) for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to deliver gas at any Delivery Point where the total quantity of gas scheduled for delivery on any day is less than that required for the accurate measurement of quantities to be delivered. Nothing in this Section 4 is intended to limit the rights of either the Releasing Shipper or the Replacement Shipper upon the release of firm capacity.

4.3 Gas Quantities at Receipt/Delivery Points

On any given day, quantities transported from the Receipt Point(s) to the Delivery Point(s) may not exceed the Transportation Quantity under the Customer's FT-A Agreement at any mainline location.

4.4 Uniform Quantities

As nearly as practical, Customer shall deliver and receive gas in uniform hourly quantities during any day. However, Company shall use its best efforts as operational conditions permit, to allow Customers to deliver or receive gas in non-uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rates

The applicable rates for service under this Rate Schedule FT-A are the applicable Maximum Demand and Commodity Rates shown on the effective Summary of Rates and Charges; provided however, Company and Customer may enter into a discounted rate or negotiated rate FT-A Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company for any filing or similar fees that have not been previously paid by Customer, that Company incurs in establishing or rendering service. Company shall not use the amounts so collected as either costs or revenues in establishing its general system rates.

5.5 Authorized Overrun Charge

If Customer, upon receiving the advance approval of Company, should on any day take under this Rate Schedule a quantity of natural gas in excess of Customer's Transportation Quantity under Customer's FT-A Agreement, then such excess quantity shall constitute authorized overrun quantities. All Customer requests for Authorized Overruns must be nominated through the System. If Company has complete and unrestricted control of gas deliveries to Customer, then Customer shall be deemed to have received the advanced approval of Company for such excess takes. For all authorized overrun quantities, Customer shall pay Company the Maximum Daily Demand Rate and the Commodity Rate for this Rate Schedule shown on the effective Summary of Rates and Charges multiplied by the excess quantities delivered to Customer, unless the parties have executed an FT-A Agreement providing for a different rate.

5.6 Imbalance Charge

Pursuant to the terms of Section 39 of the General Terms and Conditions of Company's FERC Gas Tariff, if Customer tenders or takes gas at a point not covered by an effective Operational Balancing Agreement, Company shall charge Customer any applicable charges provided in Rate Schedules LMS-MA or LMS-PA, Section 39, and Subsection 3.9 of the General Terms and Conditions specified in Company's FERC Gas Tariff.

5.7 Out of Mainline Charge

The applicable charge for utilizing Receipt Point(s) and/or Delivery Point(s) outside of the Mainline shall be the Rate Schedule IT - Eastern Mainline Maximum Rate, unless Company and Customer have executed an agreement providing for a different rate, for the portion of the scheduled nomination that is outside of the Mainline.

6. FUEL AND LOSSES

Customer shall provide daily to Company, at no cost to Company, the Fuel Retention Percentage, as defined in Section 38.2(a), for system fuel use and gas lost and unaccounted for, associated with rendering transportation service pursuant to this Rate Schedule.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to.

(a) Demand Charge

A Demand charge equal to the product of the applicable Demand Rate shown on the effective Summary of Rates and Charges multiplied by the Transportation Quantity specified in the FT-A Agreement.

(b) Commodity Charge

The applicable Commodity Rate set forth on the effective Summary of Rates and Charges multiplied by the quantity of gas delivered in the month; and

(c) If applicable, any other charges pursuant to Sections 5 and 6 of this Rate Schedule.

8. RESERVED FOR FUTURE USE

9. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any FT-A Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE FT-B
FIRM TRANSPORTATION SERVICE

1. AVAILABILITY

This Rate Schedule is available for the transportation of natural gas on the Eastern Mainline on a firm basis by Company for any Customer.

The Eastern Mainline shall be defined as the approximate 30.9 miles of 16-inch diameter pipeline commencing at Company's existing mainline compressor station located near Portland, Tennessee and traversing southeasterly to two (2) interstate pipeline interconnections with 1) Columbia Gulf Transmission Company and 2) East Tennessee Natural Gas Company located near Hartsville, Tennessee in Trousdale County, Tennessee.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 The service rendered shall be the receipt of natural gas and the delivery of the Equivalent Quantity of natural gas up to the Transportation Quantity set out in the FT-B Agreement performed under Part 284 of the Commission's Regulations. This service shall be provided to the extent Company determines firm capacity is available on the Eastern Mainline to any Customer in accordance with the requirements of Section 3 below.

2.2 Service shall be allocated and scheduled pursuant to Subsection 3.7 and Section 15 of the General Terms and Conditions. However, service may be curtailed for any of the reasons set out in Section 10 of the General Terms and Conditions.

2.3 Company shall not be required to install, operate or maintain any additional facilities in order to provide new transportation service under this Rate Schedule.

3. REQUEST FOR SERVICE

3.1 All Customers requesting firm transportation service under this Rate Schedule must qualify pursuant to the applicable Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

3.2 All Customers requesting firm transportation service hereunder must execute a Firm Gas Transportation Agreement for use under Rate Schedule FT-B (FT-B Agreement) in accordance with the provisions of Section 25 of the General Terms and Conditions of Company's Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

Subject to the availability of capacity, any Receipt Point on Company's Eastern Mainline shall be eligible for designation as a Primary Receipt Point for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

Subject to the availability of capacity, any Delivery Point on Company's Eastern Mainline shall be eligible for designation as a Primary Delivery Point(s) for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to deliver gas at any Delivery Point where the total quantity of gas scheduled for delivery on any day is less than that required for the accurate measurement of quantities to be delivered. Nothing in this Section 4 is intended to limit the rights of either the Releasing Shipper or the Replacement Shipper upon the release of firm capacity.

4.3 Gas Quantities at Receipt/Delivery Points

Quantities transported from the Receipt Point(s) to the Delivery Point(s) may not exceed the Transportation Quantity of the Transportation Path specified in Exhibit A of Customer's FT-B Agreement.

4.4 Uniform Quantities

As nearly as practical, Customer shall deliver and receive gas in uniform hourly quantities during any day. However, Company shall use its best efforts as operational conditions permit, to allow Customers to deliver or receive gas in non-uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rates

The applicable rates for service under this Rate Schedule FT-B are the applicable Maximum Demand and Commodity Rates shown on the effective Summary of Rates and Charges; provided however, Company and Customer may enter into a discounted rate or negotiated rate FT-B Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions and Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company for any filing or similar fees that have not been previously paid by Customer that Company incurs in establishing or rendering service. Company shall not use the amounts so collected as either costs or revenues in establishing its general system rates.

5.5 Authorized Overrun Charge

If Customer, upon receiving the advance approval of Company, should on any day take under this Rate Schedule a quantity of natural gas in excess of Customer's Transportation Quantity

under Customer's FT-B Agreement, then such excess quantity shall constitute authorized overrun quantities. All Customer requests for Authorized Overruns must be nominated through the System. If Company has complete and unrestricted control of gas deliveries to Customer, then Customer shall be deemed to have received the advanced approval of Company for such excess takes. For all authorized overrun quantities, Customer shall pay Company the Maximum Daily Demand Rate and the Commodity Rate for this Rate Schedule shown on the effective Summary of Rates and Charges multiplied by the excess quantities delivered to Customer, unless the parties have executed an FT-B Agreement providing for a different rate.

5.6 Imbalance Charge

Pursuant to the terms of Section 39 of the General Terms and Conditions of Company's FERC Gas Tariff, if Customer tenders or takes gas at a point not covered by an effective Operational Balancing Agreement, Company shall charge Customer any applicable charges provided in Rate Schedules LMS-MA or LMS-PA, Section 39, and Subsection 3.9 of the General Terms and Conditions specified in Company's FERC Gas Tariff.

5.7 Out of Eastern Mainline Charge

The applicable charge for utilizing Receipt Point(s) and/or Delivery Point(s) outside of the Eastern Mainline shall be the Rate Schedule IT - Mainline Maximum Rate, unless Company and Customer have executed an agreement providing for a different rate, for the portion of the scheduled nomination that is outside of the Eastern Mainline.

6. FUEL AND LOSSES

Customer shall provide daily to Company, at no cost to Company, the Fuel Retention Percentage, as defined in Section 38.2(a), for system fuel use and for gas lost and unaccounted for, associated with rendering transportation service pursuant to this Rate Schedule.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to:

(a) Demand Charge

A Demand charge equal to the product of the applicable Demand Rate shown on the effective Summary of Rates and Charges multiplied by the Transportation Quantity specified in the FT-B Agreement.

(b) Commodity Charge

The applicable Commodity Rate set forth on the effective Summary of Rates and Charges multiplied by the quantity of gas delivered in the month; and

(c) If applicable, any other charges pursuant to Sections 5 and 6 of this Rate Schedule.

8. RESERVED FOR FUTURE USE

9. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule.

To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any FT-B Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE FT-C
FIRM TRANSPORTATION SERVICE (Conditional)

1. AVAILABILITY

This Rate Schedule is available for the conditional firm transportation of natural gas by Company for any Customer on the Mainline.

Mainline shall be defined as the 30-inch diameter pipeline and appurtenant facilities extending from an interconnection between Company and Tennessee Gas Pipeline Company near Portland, Tennessee and extending to a point of interconnection between Company and ANR Pipeline Company located near Joliet, Illinois.

The Transportation Paths for service under this Rate Schedule shall be limited to southbound flows between the receipt point at the existing Panhandle Scotland interconnect (at approximately milepost 231.53), and the delivery point at Portland Tennessee (at approximately milepost 0) (the "Scotland-Portland Segment"), and as may be further specified in Exhibit A of the FT-C Agreement.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 The service contracted shall be the receipt of natural gas and the delivery of the Equivalent Quantity of natural gas up to the Transportation Quantity for the Transportation Path set forth in Exhibit A of the FT-C Agreement performed under Part 284 of the Commission's Regulations. This service shall be provided to the extent Company determines conditional firm capacity is available on the Mainline to any Customer in the order in which each Customer has fulfilled the requirements of Section 3 below.

2.2 Company shall provide service under Rate Schedule FT-C transportation by means of a turbine compressor engine located at Company's Paris, Illinois compressor station (together with any replacement engine, the "Paris Turbine") from a receipt point at the existing Panhandle Scotland interconnect point to a delivery point at Portland, Tennessee, including all intermediate points. The Paris Turbine is subject to air emissions restrictions that prevent Company from operating it more than 6090 hours during any rolling twelve (12) month period. FT-C Service is subject to curtailment (an "FT-C Curtailment") when such interruption is due to a shutdown of the Paris Turbine to avoid exceeding this operating limit. Any other interruption or curtailment (including those arising from shutdown of the Paris Turbine for other reasons) of firm service due to force majeure or otherwise would apply to all affected firm service equally and would not be an FT-C Curtailment, as defined above. For purposes of determining demand charge credits only (and without affecting the allocation of capacity among Customers), if an FT-C Curtailment occurs concurrently with another cause of curtailment (e.g., a force majeure event or planned maintenance), the curtailment shall be deemed to be a non-FT-C Curtailment to the extent the other cause increased the curtailment. To the extent either the FT-C Curtailment or the other cause independently would have been sufficient to cause the curtailment, the curtailment shall, for purposes of determining demand charge credits only, be deemed to be:

- (a) an FT-C Curtailment if the FT-C Curtailment was in effect when the other cause of curtailment took effect; or
- (b) a non-FT-C Curtailment otherwise.

2.3 Service shall be allocated and scheduled pursuant to Subsections 3.7, 3.8 and Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. However, service may be curtailed pursuant to an FT-C Curtailment or for any of the reasons set out in Section 10 of

the General Terms and Conditions of Company's FERC Gas Tariff or whenever necessary to maintain gas quality or the integrity of Company's system.

- 2.4 To assist Customers in tracking the potential for FT-C Curtailment, the Company shall post, on the 15th day of every month, a report on the actual turbine compressor runtime hours of the preceding eleven month(s).
- 2.5 Company shall not be required to install, operate or maintain any additional facilities in order to provide new transportation service under this Rate Schedule.

3. REQUEST FOR SERVICE

- 3.1 All Customers requesting conditional firm transportation service under this Rate Schedule must qualify pursuant to Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 All Customers requesting conditional firm transportation service hereunder must execute a Firm Gas Transportation Agreement for use under Rate Schedule FT-C (FT-C Agreement) in accordance with the provisions of Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

Subject to the availability of capacity and the requirements of the Transportation Path as set forth in Section 1 of this Rate Schedule, any Receipt Point on the Scotland-Portland Segment, shall be eligible for designation as a Primary Receipt Point for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

Subject to the availability of capacity and the requirements of the Transportation Path as set forth in Section 1 of this Rate Schedule, any Delivery Point on the Scotland-Portland Segment shall be eligible for designation as a Primary Delivery Point(s) for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to deliver gas at any Delivery Point where the total quantity of gas scheduled for delivery on any day is less than that required for the accurate measurement of quantities to be delivered. Nothing in this Section 4 is intended to limit the rights of either the Releasing Shipper or the Replacement Shipper upon the release of firm capacity.

4.3 Gas Quantities at Receipt/Delivery Points

On any given day, quantities transported from the Receipt Point(s) to the Delivery Point(s) may not exceed the Transportation Quantity under the Customer's FT-C Agreement at any Mainline location.

4.4 Uniform Quantities

As nearly as practical, Customer shall deliver and receive gas in uniform hourly quantities during any day. However, Company shall use its best efforts as operational conditions

permit, to allow Customers to deliver or receive gas in non-uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rates

The applicable rates for service under this Rate Schedule FT-C are the applicable Maximum Demand and Commodity Rates shown on the effective Summary of Rates and Charges; provided however, Company and Customer may enter into a discounted rate or negotiated rate FT-C Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company for any filing or similar fees that have not been previously paid by Customer that Company incurs in establishing or rendering service. Company shall not use the amounts so collected as either costs or revenues in establishing its general system rates.

5.5 Authorized Overrun Charge

If Customer, upon receiving the advance approval of Company, should on any day take under this Rate Schedule a quantity of natural gas in excess of Customer's Transportation Quantity under Customer's FT-C Agreement, then such excess quantity shall constitute authorized overrun quantities. All Customer requests for Authorized Overruns must be nominated through the System. If Company has complete and unrestricted control of gas deliveries to Customer, then Customer shall be deemed to have received the advanced approval of Company for such excess takes. For all authorized overrun quantities, Customer shall pay Company the Maximum Daily Demand Rate and the Commodity Rate for this Rate Schedule shown on the effective Summary of Rates and Charges multiplied by the excess quantities delivered to Customer and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff, unless the parties have executed a FT-C Agreement providing for a different rate.

5.6 Imbalance Charge

Pursuant to the terms of Section 39 of the General Terms and Conditions of Company's FERC Gas Tariff, if Customer tenders or takes gas at a point not covered by an effective Operational Balancing Agreement, Company shall charge Customer any applicable charges provided in Rate Schedules LMS-MA or LMS-PA, Section 39, and Subsection 3.9 of the General Terms and Conditions specified in Company's FERC Gas Tariff.

5.7 Out of Mainline Charge

The applicable charge for utilizing Receipt Point(s) and/or Delivery Point(s) outside of the Mainline shall be the Rate Schedule IT - Eastern Mainline Maximum Rate, unless Company and Customer have executed an agreement providing for a different rate, for the portion of the scheduled nomination that is outside of the Mainline.

6. FUEL AND LOSSES

Customer shall provide daily to Company, at no cost to Company, the Fuel Retention Percentage, as defined in Section 38.2(a), for system fuel use and gas lost and unaccounted for, associated with rendering transportation service pursuant to this Rate Schedule.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to:

(a) Demand Charge

A Demand charge equal to the product of the applicable Demand Rate shown on the effective Summary of Rates and Charges multiplied by the Transportation Quantity specified in the FT-C Agreement.

(b) Commodity Charge

The applicable Commodity Rate set forth on the effective Summary of Rates and Charges multiplied by the quantity of gas delivered in the month; and

(c) If applicable, any other charges pursuant to Sections 5 and 6 of this Rate Schedule.

8. RESERVED FOR FUTURE USE

9. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any FT-C Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE FT-D
FIRM TRANSPORTATION SERVICE (Conditional)

1. AVAILABILITY

This Rate Schedule is available for the conditional firm transportation of natural gas by Company for any Customer on the Mainline.

Mainline shall be defined as the 30-inch diameter pipeline and appurtenant facilities extending from an interconnection between Company and Tennessee Gas Pipeline Company near Portland, Tennessee and extending to a point of interconnection between Company and ANR Pipeline Company located near Joliet, Illinois.

The Transportation Paths for service under this Rate Schedule shall be limited to southbound flows only, and as may be further specified in Exhibit A of the FT-D Agreement.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 The service contracted shall be the receipt of natural gas and the delivery of the Equivalent Quantity of natural gas up to the Transportation Quantity for the Transportation Path set forth in Exhibit A of the FT-D Agreement performed under Part 284 of the Commission's Regulations. This service shall be provided to the extent Company determines conditional firm capacity is available on the Mainline to any Customer in the order in which each Customer has fulfilled the requirements of Section 3 below.

2.2 Company shall provide southbound service under Rate Schedule FT-D transportation by means of a turbine compressor engine located at Company's Paris, Illinois compressor station (together with any replacement engine, the "Paris Turbine"). The Paris Turbine is subject to air emissions restrictions that prevent Company from operating it more than 6,090 hours during any rolling twelve (12) month period. FT-D Service is subject to curtailment (an "FT-D Curtailment") when such interruption is due to a shutdown of the Paris Turbine to avoid exceeding this operating limit. Any other interruption or curtailment (including those arising from shutdown of the Paris Turbine for other reasons) of firm service due to force majeure or otherwise would apply to all affected firm service equally and would not be an FT-D Curtailment, as defined above. For purposes of determining demand charge credits only (and without affecting the allocation of capacity among Customers), if an FT-D Curtailment occurs concurrently with another cause of curtailment (e.g., a force majeure event or planned maintenance), the curtailment shall be deemed to be a non-FT-D Curtailment to the extent the other cause increased the curtailment. To the extent either the FT-D Curtailment or the other cause independently would have been sufficient to cause the curtailment, the curtailment shall, for purposes of determining demand charge credits only, be deemed to be:

(a) an FT-D Curtailment if the FT-D Curtailment was in effect when the other cause of curtailment took effect; or

(b) a non-FT-D Curtailment otherwise.

2.3 Service shall be allocated and scheduled pursuant to Subsections 3.7, 3.8 and Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. However, service may be curtailed pursuant to an FT-D Curtailment or for any of the reasons set out in Section 10 of the General Terms and Conditions of Company's FERC Gas Tariff or whenever necessary to maintain gas quality or the integrity of Company's system.

2.4 To assist Customers in tracking the potential for FT-D Curtailment, the Company shall post, on the 15th day of every month, a report on the actual turbine compressor runtime hours of the preceding eleven month(s).

2.5 Company shall not be required to install, operate or maintain any additional facilities in order to provide new transportation service under this Rate Schedule.

3. REQUEST FOR SERVICE

3.1 All Customers requesting conditional firm transportation service under this Rate Schedule must qualify pursuant to Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

3.2 All Customers requesting conditional firm transportation service hereunder must execute a Firm Gas Transportation Agreement for use under Rate Schedule FT-D (FT-D Agreement) in accordance with the provisions of Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

Subject to the availability of capacity and the requirements of the Transportation Path as set forth in Section 1 of this Rate Schedule, any Receipt Point on the Mainline, shall be eligible for designation as a Primary Receipt Point for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

Subject to the availability of capacity and the requirements of the Transportation Path as set forth in Section 1 of this Rate Schedule, any Delivery Point on the Mainline shall be eligible for designation as a Primary Delivery Point(s) for gas transported under this Rate Schedule pursuant to Subsection 15.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Company shall not be required under any circumstances to deliver gas at any Delivery Point where the total quantity of gas scheduled for delivery on any day is less than that required for the accurate measurement of quantities to be delivered. Nothing in this Section 4 is intended to limit the rights of either the Releasing Shipper or the Replacement Shipper upon the release of firm capacity.

4.3 Gas Quantities at Receipt/Delivery Points

On any given day, quantities transported from the Receipt Point(s) to the Delivery Point(s) may not exceed the Transportation Quantity under the Customer's FT-D Agreement at any Mainline location.

4.4 Uniform Quantities

As nearly as practical, Customer shall deliver and receive gas in uniform hourly quantities during any day. However, Company shall use its best efforts as operational conditions permit, to allow Customers to deliver or receive gas in non-uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rates

The applicable rates for service under this Rate Schedule FT-D are the applicable Maximum Demand and Commodity Rates shown on the effective Summary of Rates and Charges; provided however, Company and Customer may enter into a discounted rate or negotiated rate FT-D Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company for any filing or similar fees that have not been previously paid by Customer, that Company incurs in establishing or rendering service. Company shall not use the amounts so collected as either costs or revenues in establishing its general system rates.

5.5 Authorized Overrun Charge

If Customer, upon receiving the advance approval of Company, should on any day take under this Rate Schedule a quantity of natural gas in excess of Customer's Transportation Quantity under Customer's FT-D Agreement, then such excess quantity shall constitute authorized overrun quantities. All Customer requests for Authorized Overruns must be nominated through the System. If Company has complete and unrestricted control of gas deliveries to Customer, then Customer shall be deemed to have received the advanced approval of Company for such excess takes. For all authorized overrun quantities, Customer shall pay Company the Maximum Daily Demand Rate and the Commodity Rate for this Rate Schedule shown on the effective Summary of Rates and Charges multiplied by the excess quantities delivered to Customer and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff, unless the parties have executed an FT-D Agreement providing for a different rate.

5.6 Imbalance Charge

Pursuant to the terms of Section 39 of the General Terms and Conditions of Company's FERC Gas Tariff, if Customer tenders or takes gas at a point not covered by an effective Operational Balancing Agreement, Company shall charge Customer any applicable charges provided in Rate Schedules LMS-MA or LMS-PA, Section 39, and Subsection 3.9 of the General Terms and Conditions specified in Company's FERC Gas Tariff.

5.7 Out of Mainline Charge

The applicable charge for utilizing Receipt Point(s) and/or Delivery Point(s) outside of the Mainline shall be the Rate Schedule IT - Eastern Mainline Maximum Rate, unless Company and Customer have executed an agreement providing for a different rate, for the portion of the scheduled nomination that is outside of the Mainline.

6. FUEL AND LOSSES

Customer shall provide daily to Company, at no cost to Company, the Fuel Retention Percentage, as defined in Section 38.2(a), for system fuel use and gas lost and unaccounted for, associated with rendering transportation service pursuant to this Rate Schedule.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to:

- (a) Demand Charge
A Demand charge equal to the product of the applicable Demand Rate shown on the effective Summary of Rates and Charges multiplied by the Transportation Quantity specified in the FT-D Agreement.
- (b) Commodity Charge
The applicable Commodity Rate set forth on the effective Summary of Rates and Charges multiplied by the quantity of gas delivered in the month; and
- (c) If applicable, any other charges pursuant to Sections 5 and 6 of this Rate Schedule.

8. RESERVED FOR FUTURE USE

9. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any FT-D Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE FT-GS
FIRM TRANSPORTATION SERVICE
SMALL CUSTOMERS

1. AVAILABILITY

This Rate Schedule is available for the transportation of natural gas on a firm basis by Company for any Customer:

- (a) that was a sales customer under former Rate Schedule SR-1 or SR-T on May 18, 1992 and converted such sales service under former Rate Schedules SR-1 or SR-T to firm transportation service in connection with restructuring pursuant to Order No. 636 of the FERC; and
- (b) that requests a Transportation Quantity equal to or less than 5,233 Dekatherms per day; and
- (c) that completes a valid request for service and executes a Firm Gas Transportation Agreement.

2. APPLICABILITY AND CHARACTER OF SERVICE

- 2.1 Transportation service hereunder will be firm, except as provided herein and in the General Terms and Conditions.
- 2.2 A Customer executing a service agreement under this Rate Schedule shall have a Transportation Quantity equal to the Maximum Daily Obligation contained in the Customer's former service agreement under Rate Schedule SR-1 or SR-T, as adjusted for any permanent assignment of capacity.
- 2.3 A Customer executing a service agreement under this Rate Schedule has the right to make an election to convert its service in its entirety to firm transportation service under Rate Schedule FT-A by providing written notice of such election on or before June 1 of any year. Such conversion shall be effective as of the following November 1.
- 2.4 A Customer executing a service agreement under this Rate Schedule shall not be entitled to receive for its account gas transported under Rate Schedules FT-A or IT or any transportation capacity released pursuant to Company's capacity release mechanism as specified in Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff unless the Customer is receiving a quantity of gas under Rate Schedule FT-GS equal to its Transportation Quantity. However, if there is a separate meter for an end-user behind an FT-GS Customer, IT or FT-A gas quantities may be delivered to the end-user pursuant to an IT or FT-A Agreement between Company and the end-user.
- 2.5 Company shall not be required to install, operate or maintain any additional facilities in order to provide new transportation service under this Rate Schedule.

3. QUALIFICATIONS FOR SERVICE

- 3.1 All Customers requesting firm transportation service under this Rate Schedule must qualify pursuant to Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 All Customers requesting firm transportation service hereunder must execute a Firm Gas Transportation Agreement for use pursuant to Rate Schedule FT-GS (FT-GS Agreement) in

accordance with the provisions of Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

Subject to the availability of capacity, any Receipt Point on Company's system shall be eligible to be designated as a Primary Receipt Point in Customer's FT-GS Agreement. If the capacity at such Receipt Point is insufficient to serve all Customers requesting the point, receipt quantities for that point shall be allocated in accordance with Subsection(s) 3.7, 3.8 and Section 15 of the General Terms and Conditions. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

Customer's Delivery Points shall be the interconnection(s) of Company's system and Customer's system, or the Delivery Point(s) specified in Customer's former SR-1 or SR-T Agreement.

4.3 Uniform Quantities

As nearly as practicable, Customer shall deliver and receive gas in uniform hourly quantities during the day. However, Company may, on a best efforts basis and if operational conditions permit, allow Customers to deliver or receive gas in non-uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rates

The applicable rates for service under Rate Schedule FT-GS are rates shown on the effective Summary of Rates and Charges; provided, however, Company and Customer may enter into a discounted rate or negotiated rate FT-GS Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company for any filing or similar fees that have not been previously paid by Customer that Company incurs in establishing or

rendering service. Company shall not use the amounts so collected (as either costs or revenues) in establishing its general system rates.

5.5 Authorized Overrun Charge

If Customer, upon receiving the advance approval of Company, should on any day take under this Rate Schedule a quantity of natural gas in excess of Customer's Transportation Quantity under Customer's FT-GS Agreement, then such excess quantity shall constitute authorized overrun quantities. All Customer requests for Authorized Overruns must be nominated through the System. If Company has complete and unrestricted control of gas deliveries to Customer, then Customer shall be deemed to have received the advance approval of Company. For all Authorized Overrun gas quantities, the Customer shall pay Company the applicable Maximum Commodity Rate per Dekatherm under this Rate Schedule, unless the parties have executed an FT-GS Agreement providing for a different rate.

5.6 Imbalance Charge

Pursuant to the terms of Section 39 of the General Terms and Conditions of Company's FERC Gas Tariff, if Customer tenders or takes gas at a point not covered by an effective Operational Balancing Agreement, Company shall charge Customer any applicable charges provided in Rate Schedules LMS-MA or LMS-PA, Section 39, and Subsection 3.9 of the General Terms and Conditions specified in Company's FERC Gas Tariff.

6. FUEL AND LOSSES

Customer shall provide to Company, at no cost to Company, the quantity of gas required for system fuel use and gas lost and unaccounted for associated with rendering transportation service pursuant to this Rate Schedule. Since fuel reimbursement is in kind, the standard fuel calculation mechanism, as this is related to the nomination process, shall be $(1 - \text{fuel \%} / 100)$ multiplied by receipt quantity (in Dekatherms) = delivery quantity (in Dekatherms). [1.3.16] The applicable percentage is shown in the Summary of Rates and Charges.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to:

- (a) Commodity Charge: The applicable Commodity Rate set forth on the effective Summary of Rates and Charges multiplied by the quantity of gas delivered in the month; and
- (b) If applicable, any other charges pursuant to Sections 5 and 6 of this Rate Schedule.

8. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume 1 of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any FT-GS Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE FPAL
FIRM PARK AND LOAN SERVICE

1. AVAILABILITY

1.1 Availability of Service

This Rate Schedule is available to any Person (hereinafter referred to as "Customer") who requests Firm Park and Loan Service (FPAL) from Company and has executed a PAL Agreement under this Rate Schedule. The PAL Agreement shall be considered a master PAL Agreement and Customer and Company may agree to additional PAL or FPAL services by executing additional PAL Agreement Exhibit A(s). Company shall provide PAL service on a non-discriminatory basis: (1) subject to availability and Company's flexibility to provide such service and (2) subject to the limitations set forth below.

1.2 Limits on Service

1.2.1 Existing Facilities

Company shall not be required to provide service under this Rate Schedule that would require Company to construct or acquire any new facilities.

1.2.2 Availability

FPAL Service is available on the Mainline and is not available on the Eastern Mainline. Company shall not provide FPAL service that will result in the total contracted firm capacity (transportation and FPAL) exceeding Company's peak operationally available capacity on any Mainline segment unless (1) Company, exercising reasonable judgment, determines that an FPAL transaction will have a positive effect on Company's system (i.e., a park of gas when line pack is below optimal levels or a loan of gas when line pack is above optimal levels). Company shall not provide an FPAL service that will result in the total contracted firm capacity (transportation and FPAL) exceeding Company's peak operationally available capacity at any Mainline Receipt Point or Delivery Point.

In addition to the above limitations, Company shall not provide FPAL services if, in its reasonable judgment, providing such service would interfere with the primary rights of any Customer that will hold firm capacity at the time the Customer requests FPAL service.

1.2.3 Creditworthiness

Company shall not be required to execute a PAL Agreement under this Rate Schedule prior to determining the creditworthiness of Customer. Furthermore, Company shall not be required to perform service under this Rate Schedule on behalf of any Customer who fails to demonstrate creditworthiness according to Section 25 of the General Terms and Conditions.

1.3 Use of Third Party Storage Services

Company may contract for storage services offered by third party service providers for use in providing FPAL service.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 Applicability of Service

This Rate Schedule shall apply to all Firm PAL services Company provides.

2.2 Character of Service

Service under this Rate Schedule shall be provided for Parking and/or Lending service(s). Company shall park and/or lend a quantity of gas for/to Customer up to the Maximum PAL Quantity stated in Dekatherms as specified in the effective PAL Agreement Exhibit. Company and Customer may agree to a schedule, over which nominations may be ratable, for the initial park or loan period and the subsequent return period, as set forth on Exhibit "A" of Customer's Rate Schedule FPAL Service Agreement. Where Company and Customer have agreed to a ratable schedule, the quantities shall be nominated in an equal amount over the course of the corresponding period.

2.2.1 Parking Service provides for:

- (a) The receipt by Company of gas quantities that have been delivered by Customer at a Parking Point(s);
- (b) Company holding the parked gas quantities; and
- (c) The subsequent return of parked gas quantities to the Customer at such Parking Point(s), or a mutually agreeable alternative Parking Point(s) subject to 4.2 of this Rate Schedule.

2.2.2 Lending Service provides for:

- (a) The receipt of gas quantities by Customer from Company at a Lending Point(s); and
- (b) The subsequent return of the loaned gas quantities to the Company at such Lending Point(s), or a mutually agreeable alternative Lending Point(s) subject to 4.2 of this Rate Schedule.

2.3 Firm Park and Loan (PAL) Service

Firm PAL service is a Parking and Lending service that allows a Customer to request PAL service from Company for a mutually agreed upon term. The quantity of gas parked and/or loaned shall be the quantities set forth on Exhibit A of Customer's PAL Agreement. The FPAL service is subject to the applicable credits if Company is unable to provide the nominated FPAL service quantities as further described in Section 37 of the General Terms and Conditions.

Service under this Rate Schedule shall be subject to confirmation by Company prior to being scheduled.

2.4 Term of Service

Service under this Rate Schedule shall be provided for a minimum of one (1) day and a maximum term as set forth in the effective PAL Agreement Exhibit A between Customer and Company.

In the event parked quantities remain in Company's system and/or loaned quantities have not been returned to Company's system by the expiration of the term, Company and Customer may mutually agree to an extended time frame and/or modified terms, including the rate, of such PAL service or a replacement PAL service, to permit Customer to return such quantities to Company or to permit Company to return such quantities to Customer.

2.5 Nominations for Service

Customer shall nominate PAL services under this Rate Schedule in accordance with the nomination deadlines set forth in Section 3 of the General Terms and Conditions.

2.6 Confirmation and Scheduling of Service

Service under this Rate Schedule shall be subject to confirmation by Company prior to being scheduled. Confirmed and scheduled quantities of gas parked or loaned by Company cannot be bumped by new requests for parking and/or lending service. Service under this Rate Schedule shall be scheduled and confirmed with equal priority with other firm services.

2.7 Capacity Release

The capacity release mechanism specified in Section 21 of the General Terms and Conditions is applicable to this Rate Schedule.

2.8 Transportation Service

Customer shall pay for all charges, including any applicable Fuel Retention Percentage, as defined in Section 38.2(a), for any transportation associated with FPAL service. If Customer repays a loan of gas at a point other than the initial Lending Point or retrieves parked gas at a point other than the initial Parking Point, it shall pay all associated transportation charges, including any applicable Fuel Retention Percentage. Customer shall enter into contracts under the appropriate Rate Schedules for the above-described transportation services.

3. RATE AND PAYMENT

3.1 Maximum and Minimum Rates

The daily Maximum and Minimum Rates for service under this Rate Schedule are listed on the Summary of Rates and Charges of Company's FERC Gas Tariff.

Customer shall pay the daily Maximum Rate for service under this Rate Schedule unless Customer and Company have executed an Exhibit A providing for a discounted or negotiated rate agreement pursuant to Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff. Company is not obligated to accept a rate for services rendered hereunder at less than the Maximum Rate.

3.2 Monthly Invoice

The charge to be invoiced monthly pursuant to Section 5 of the General Terms and Conditions for service under this Rate Schedule for FPAL services shall be the maximum or mutually agreed upon FPAL daily demand rate multiplied by the Maximum PAL Quantity plus the commodity rate multiplied by the actual quantity parked or loaned as set forth in Exhibit A for each day service is made available by Company. Charges shall commence on the first day of the agreed upon transaction and continue until the last day of the agreed upon term as set forth in Exhibit A of Customer's PAL Agreement.

4. RATE SCHEDULE PAL POINTS OF SERVICE

4.1 Listing of Available Parking and Lending Points

Company shall post the name and location of all Parking Points and Lending Points.

Each Parking Point and Lending Point shall be associated with a physical point of service identified pursuant to this Section, as updated from time to time pursuant to Section 4.2 of this Rate Schedule.

4.2 Addition or Deletion of Points of Service

Company shall post any additions or deletions to the list of available Parking Points or Lending Points. If Company terminates a Parking Point where parked quantities are to be returned to Customer or a Lending Point where loaned quantities are to be returned to Company, such point(s) shall remain available for the limited purpose of completing such outstanding transactions unless Customer and Company mutually agree to utilize a different Parking Point or Lending Point. If Customer and Company mutually agree to utilize a different Parking Point or Lending Point for the limited purpose of completing such outstanding transaction, Customer must contract separately for transportation service between the points.

4.3 Use of Location Codes

In order to facilitate PAL service under this Rate Schedule, Parking Points and Lending Points shall be assigned nominatable location codes. Such location codes shall be posted.

5. NOTIFICATIONS, ALLOCATIONS AND CURTAILMENT

5.1 Service under this Rate Schedule shall be allocated and curtailed with equal priority with other firm services.

5.2 Customer may be required, upon notification from Company to suspend or reduce deliveries for the agreed upon Park Service, or receipts for the agreed upon Loan Service. Further, Customer may be required, upon notification from Company, to remove quantities of gas previously provided to Company under the Park Service, or return quantities of gas previously loaned to Customer under the Loan Service. Such notification shall be by telephone, and also by Company's Information Postings web site, e-mail, or facsimile.

5.3 Should Company notify Customer to remove or return quantities of gas pursuant to Subsection 5.2, Company's notification shall specify the time frame within which Park Service quantities shall be removed, and/or Loan Service quantities shall be returned. Such notifications shall be consistent with Company's operating conditions, but in no event shall the specified time frame be less than three (3) business days from the date of Company's notification unless Company and Customer mutually agree to a different time frame. The obligation of Customer to comply with the issued notification shall be monitored until such time as Company is able to recommence the PAL services.

5.4 In the event Customer makes a timely nomination in response to a notification by Company pursuant to Subsection 5.2, the obligation of Customer to comply with that notification shall be suspended until such time as Company's operational conditions allow Company to schedule the nomination.

6. FAILURE BY CUSTOMER TO RESPOND

6.1 Park Service

- (a) In the event any of the following occurs, parked quantities shall become the property of Company at no cost to Company, free and clear of any adverse claims:
 - (i) Company's prevailing operations require Company to notify Customer that receipts of parked quantities must be suspended or be reduced, and Customer fails to comply with such notification; and/or
 - (ii) Company's prevailing operations require Company to notify Customer that all or part of Customer's parked quantities must be removed, and Customer fails to comply within the specified time frame; and/or
 - (iii) Subject to Subsection 2.4 herein, the FPAL account reflects a balance at the termination date of the associated Exhibit A to Customer's FPAL Agreement.
- (b) If, pursuant to Subsection 6.1(a)(i), Company notifies Customer that receipts of parked quantities must be suspended or be reduced, only those quantities parked in violation of the notification shall become the property of Company at no cost to Company, free and clear of any adverse claims.
- (c) No penalty will be assessed, pursuant to this Subsection, on a remaining balance if the Customer-submitted nominations related to that balance to clear the FPAL transaction cannot be scheduled by the Company, through no fault of the Customer.
- (d) In the event that parked quantities of natural gas become the property of Company, Company shall dispose of such excess gas pursuant to Subsection 22.2 of the General Terms and Conditions. Company shall categorize the proceeds of an excess-parked gas sale, net of incremental administrative charges, as PAL penalties.

6.2 Loan Service

- (a) In the event any of the following occurs, loaned quantities shall be sold to Customer at 150 percent of the weekly average spot price at the Midpoint Chicago LDC Citygate as reported in Gas Daily during the term of the agreed upon transaction as set forth in the associated Exhibit A to Customer's PAL Agreement:
 - (i) Company's prevailing operations require Company to notify Customer that deliveries of Customer's loaned quantities must be suspended or be reduced, and Customer fails to comply with such notification; and/or
 - (ii) Company's prevailing operations require Company to notify Customer that all or part of Customer's loaned quantities must be returned to Company, and Customer fails to comply within the specified time frame; and/or
 - (iii) Subject to Subsection 2.4 herein, the PAL account reflects a balance at the termination date of the associated Exhibit A to Customer's PAL Agreement.
- (b) If, pursuant to Subsection 6.2(a)(i), Company notifies Customer that deliveries of Customer's loaned quantities must be suspended or be reduced, only those quantities loaned in violation of the notification shall be sold to Customer at 150 percent of the highest weekly Midpoint Chicago LDC Citygate price as reported in Gas Daily during

the term of the agreed upon transaction as set forth in the associated Exhibit A to Customer's PAL Agreement.

- (c) No penalty will be assessed, pursuant to this Subsection, on a remaining balance if the Customer-submitted nominations related to that balance to clear the PAL transaction cannot be scheduled by the Company, through no fault of the Customer.

6.3 Crediting of PAL Penalties

All amounts invoiced and collected by Company as payment of penalties assessed under this Rate Schedule, net of incremental administrative charges and loaned gas costs, shall be treated as PAL penalties and shall be allocated by Company to all Customers using the methodology set forth in Subsection 23.1 of the General Terms and Conditions. The loaned gas costs for gas sold pursuant to Section 6.2 of this Rate Schedule shall be the weekly average spot price at the Midpoint Chicago LDC Citygate as reported in Gas Daily during the term of the agreed upon transaction as set forth in the associated Exhibit A to a PAL Agreement.

7. OTHER CONDITIONS OF SERVICE

Company shall not be required to provide service under this Rate Schedule in the event that all facilities needed to render the requested service do not exist or are not in service at the time the request is made or the time service is commenced.

8. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any PAL Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE IT
INTERRUPTIBLE TRANSPORTATION SERVICE

1. AVAILABILITY

This Rate Schedule is available for the transportation of natural gas on the Mainline and Eastern Mainline on an interruptible basis by Company to any Customer:

- (a) that makes a valid request pursuant to Section 3 hereof and executes an Interruptible Transportation Agreement (IT Agreement); and
- (b) to the extent that capacity is available on Company's system from time to time for the delivery of gas to Company and the redelivery by Company for the account of Customer.

2. APPLICABILITY AND CHARACTER OF SERVICE

- 2.1 The service rendered hereunder shall be the receipt of natural gas and the delivery of the Equivalent Quantity of natural gas up to the maximum interruptible quantity set out in the IT Agreement, subject to the availability of capacity sufficient to provide the service without detriment or disadvantage to Company's firm transportation Customers. Service hereunder is fully interruptible to the extent necessary to provide firm transportation service.
- 2.2 Interruption of service includes decreasing, suspending, or discontinuing either the receipt or delivery of gas. Interruption and the allocation of available interruptible capacity shall be in accordance with Subsection(s) 3.7 and 3.8 of the General Terms and Conditions. Company may also interrupt service to any Customer whenever necessary to maintain gas quality or the integrity of Company's system.
- 2.3 Company shall not be required to install, operate or maintain any additional facilities in order to provide transportation service under this Rate Schedule.

3. QUALIFICATION FOR SERVICE

- 3.1 All Customers requesting interruptible transportation service must qualify pursuant to Section 25 of the General Terms and Conditions of Company's Tariff.
- 3.2 All Customers requesting interruptible transportation service must execute an IT Agreement in accordance with the provisions of Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.

4. DELIVERIES AND RECEIPTS

4.1 Receipt Points

All Receipt Points on Company's system shall be available for gas transported under this Rate Schedule. Company shall not be required under any circumstances to receive gas at any Receipt Point where the total quantity of gas scheduled for receipt on any day is less than that required for the accurate measurement of quantities to be received.

4.2 Delivery Points

All Delivery Points on Company's system shall be available for gas transported under this Rate Schedule. Company shall not be required under any circumstances to deliver gas at any Delivery Point where the total quantity of gas scheduled for delivery on any day is less than that required for the accurate measurement of quantities to be delivered.

4.3 Uniform Quantities

As nearly as practicable, Customer shall deliver and receive gas in uniform hourly quantities during any day.

5. RATES AND CHARGES

5.1 Applicable Rates and Charges

The rates and charges for service under this Rate Schedule shall be the sum of the charges described below.

5.2 Transportation Rate

The Transportation Rate is the Maximum Rate per Dekatherm as shown on the effective Summary of Rates and Charges; provided however, Company and Customer may enter into a discounted rate or a negotiated rate IT Agreement pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff.

5.3 New Facilities Charge

Company may charge Customer an amount to recoup some or the entire cost (and income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request in order to provide transportation service under this Rate Schedule. Customer shall pay the New Facilities Charge by lump sum payment based upon Company's estimated cost prior to any construction activity, unless otherwise mutually agreed.

5.4 Incidental Charges

Company shall charge Customer an amount to reimburse Company 100 percent for any filing or similar fees, that have not been previously paid by Customer that Company incurs in establishing or rendering service. Company shall not use the amounts so collected (as either revenues or costs) in establishing its general system rates.

5.5 Imbalance Charge

If Customer takes receipts or deliveries at a point not covered by an Operational Balancing Agreement, then, Company shall charge Customer any applicable charges as provided in Rate Schedules LMS-MA or LMS-PA, as applicable and Subsection 3.9 of the General Terms and Conditions specified in Volume I of Company's Tariff.

6. FUEL AND LOSSES

Customer shall provide daily to Company, at no cost to Company, the quantity of gas required for system fuel and uses and for gas lost and unaccounted for, associated with rendering transportation service pursuant to this Rate Schedule. Since fuel reimbursement is in kind, the standard fuel

calculation mechanism, as this is related to the nomination process, shall be $(1 - \text{fuel \%} / 100)$ multiplied by receipt quantity (in Dekatherms) = delivery quantity (in Dekatherms). [1.3.16] The applicable percentage is shown in the Summary of Rates and Charges.

7. MONTHLY BILL

The Monthly Bill for deliveries shall be equal to (i) the Transportation Rate multiplied by the Dekatherms of natural gas delivered for Customer and (ii) if applicable, any charges pursuant to Sections 5 or 6 above.

8. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by valid regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any IT Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE PAL
PARK AND LOAN SERVICE

1. AVAILABILITY

1.1 Availability of Service

This Rate Schedule is available to any Person (hereinafter referred to as "Customer") who requests interruptible Park and Loan Service (PAL) from Company and has executed a PAL Agreement under this Rate Schedule. The PAL Agreement shall be considered a master PAL Agreement and Customer and Company may agree to additional PAL or FPAL services by executing additional PAL Agreement Exhibit A(s). Company shall provide PAL service on a non-discriminatory basis: (1) subject to availability and Company's flexibility to provide such service and (2) subject to the limitations set forth below.

1.2 Limits on Service

1.2.1 Existing Facilities

Company shall not be required to provide service under this Rate Schedule that would require Company to construct or acquire any new facilities.

1.2.2 Existing Services

Company shall not be required to provide service under this Rate Schedule if such service would prevent Company from providing any other firm or interruptible transportation service.

1.2.3 Creditworthiness

Company shall not be required to execute a PAL Agreement under this Rate Schedule prior to determining the creditworthiness of Customer. Furthermore, Company shall not be required to perform service under this Rate Schedule on behalf of any Customer who fails to demonstrate creditworthiness according to Section 25 of the General Terms and Conditions.

1.3 Use of Third Party Storage Services

Company may contract for storage services offered by third party service providers for use in providing PAL service.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 Applicability of Service

This Rate Schedule shall apply to all interruptible PAL services Company provides.

2.2 Character of Service

Service under this Rate Schedule shall be provided for Parking and/or Lending service(s).

2.2.1 Parking Service provides for:

- (a) The receipt by Company of gas quantities that have been delivered by Customer at a Parking Point(s);
- (b) Company holding the parked gas quantities; and
- (c) The subsequent return of parked gas quantities to the Customer at such Parking Point(s), or a mutually agreeable alternative Parking Point(s), subject to Subsections 2.3.3 and 4.2 of this Rate Schedule.

2.2.2 Lending Service provides for:

- (a) The receipt of gas quantities by Customer from Company at a Lending Point(s); and
- (b) The subsequent return of the loaned gas quantities to the Company at such Lending Point(s), or a mutually agreeable alternative Lending Point(s), subject to Subsection 2.3.3 and 4.2 of this Rate Schedule.

Company shall attempt to park and/or lend a quantity of gas for/to Customer up to the Maximum PAL Quantity stated in Dekatherms as specified in the effective PAL Agreement Exhibit. Company and Customer may agree to a schedule, over which nominations may be ratable, for the initial park or loan period and the subsequent return period, as set forth on Exhibit "A" of Customer's Rate Schedule PAL Service Agreement. Where Company and Customer have agreed to a ratable schedule, the quantities shall be nominated in an equal amount over the course of the corresponding period.

2.3 Park and Loan (PAL) Service Options

2.3.1 Customer Nominated Parking/Lending (NPL)

Customer Nominated Parking/Lending (NPL) is a service option that allows a Customer to nominate and link supplemental PAL service to nominated transportation service on Company's system in each of the supported nomination and scheduling cycles.

2.3.2 Customer Requested Term Parking/Lending (RPL)

Customer Requested Term Parking/Lending (RPL) is a service option that allows a Customer to request parking and/or lending service from Company for a mutually agreed upon term.

Requests for RPL service shall be considered if Customer has completed and submitted a proposed Exhibit A of an effective PAL Agreement reflecting the selection of RPL service for a specific time period.

If Company accepts Customer's request for RPL service, Company shall execute Customer's proposed Exhibit A to its effective PAL Agreement.

2.3.3 Company Offered Parking/Lending (OPL)

Company Offered Parking/Lending (OPL) is a service option that allows Company to offer parking and/or lending service to potential Customers for a mutually agreed upon term.

Company shall post all OPL offers, detailing the specific terms and conditions of each OPL offer, as well as provide electronic notification of such offers.

Bids for OPL service shall be considered only if Company has received from Customer a proposal for service under this Rate Schedule.

For the purposes of determining the Best Bid(s) for a posted Company Offered Parking/Lending Service, Company will award service on basis of highest rate bid. In the event there is more than one Best Bid, Company will allocate service on a pro-rata basis.

Company shall execute the proposed Exhibit A to a PAL Agreement(s) for the winning bid(s).

In the event that the Receipt and Delivery Points differ under a specific OPL transaction, then a separately stated amount for transportation shall be included in the bid. Such transportation amount shall not be priced at less than the Minimum Commodity Rate pursuant to Rate Schedule IT on a Dekatherm basis.

2.3.4 Customer Authorized Automatic Parking/Lending (APL)

Customer Authorized Automatic Parking/Lending (APL) is a service option that allows a Customer to pre-authorize Company to nominate, on the Customer's behalf, parking and/or lending service within a supported nomination cycle in attempt to minimize the Customer's Stranded Allocated Capacity in such cycle.

To initiate or terminate APL on a prospective basis, a Customer must complete and submit to Company a proposed Exhibit A to its effective PAL Agreement.

Customer retains the right to prospectively adjust scheduled parking and/or lending activity nominated via APL in subsequent nomination cycles.

2.3.5 For all options listed in Subsections 2.3.1 through 2.3.4 above, service under this Rate Schedule shall be subject to confirmation by Company prior to being scheduled.

2.4 Term of Service

Service under this Rate Schedule shall be provided for a minimum of one (1) day and a maximum term as set forth in the effective PAL Agreement Exhibit A between Customer and Company.

In the event parked quantities remain in Company's system and/or loaned quantities have not been returned to Company's system by the expiration of the term, Company and Customer may mutually agree to an extended time frame and/or modified terms, including the rate, of such PAL service or a replacement PAL service, to permit Customer to return such quantities to Company or to permit Company to return such quantities to Customer.

2.5 Nominations for Service

Customer shall nominate PAL services under this Rate Schedule in accordance with the nomination deadlines set forth in Section 3 of the General Terms and Conditions.

2.6 Confirmation and Scheduling of Service

Service under this Rate Schedule shall be confirmed and scheduled, after all other services offered by Company are scheduled and confirmed, on the basis of the Customer paying the highest rate at a Parking Point or Lending Point. Ties will be confirmed and scheduled on a pro rata basis.

Existing quantities of gas parked or loaned by Company cannot be bumped by new requests for parking and/or lending service.

2.7 Transportation Service

Customer shall pay for all charges, including any applicable Fuel Retention Percentage, as defined in Section 38.2(a), for any transportation associated with PAL service. If Customer repays a loan of gas at a point other than the initial Lending Point or retrieves parked gas at a point other than the initial Parking Point, it shall pay all associated transportation charges, including any applicable Fuel Retention Percentage. Customer shall enter into contracts under the appropriate Rate Schedules for the above-described transportation services.

3. RATE AND PAYMENT

3.1 Maximum and Minimum Rates

The daily Maximum and Minimum Rates for service under this Rate Schedule are listed on the Summary of Rates and Charges of Company's FERC Gas Tariff.

Customer shall pay the daily Maximum Rate for service under this Rate Schedule unless Customer and Company have executed an Exhibit A providing for a discounted or negotiated rate agreement pursuant to Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff. Company is not obligated to accept a rate for services rendered hereunder at less than the Maximum Rate.

The charge to be invoiced monthly pursuant to Section 5 of the General Terms and Conditions for service under this Rate Schedule for PAL services shall be the maximum or mutually agreed upon PAL daily rate multiplied by the quantity of gas parked or loaned, for each separate transaction of Customer, multiplied by the number of days within such month that the quantity of gas is parked or loaned.

4. RATE SCHEDULE PAL POINTS OF SERVICE

4.1 Listing of Available Parking and Lending Points

Company shall post the name and location of all Parking Points and Lending Points.

Each Parking Point and Lending Point shall be associated with a physical point of service identified pursuant to this Section, as updated from time to time pursuant to Section 4.2 of this Rate Schedule.

4.2 Addition or Deletion of Points of Service

Company shall post any additions or deletions to the list of available Parking Points or Lending Points. If Company terminates a Parking Point where parked quantities are to be returned to Customer or a Lending Point where loaned quantities are to be returned to Company, such point(s) shall remain available for the limited purpose of completing such outstanding transactions unless Customer and Company mutually agree to utilize a different

Parking Point or Lending Point. If Customer and Company mutually agree to utilize a different Parking Point or Lending Point for the limited purpose of completing such outstanding transaction, Customer must contract separately for transportation service between the points.

4.3 Use of Location Codes

In order to facilitate PAL service under this Rate Schedule, Parking Points and Lending Points shall be assigned nominatable location codes. Such location codes shall be posted.

5. NOTIFICATIONS, ALLOCATIONS AND CURTAILMENT

5.1 For purposes of restricting PAL services, Company will give priority to PAL Agreements with the highest rate commitment to Company. For purposes of calculating the daily rate commitment, Customers willing to pay more than the Maximum Rate listed on the Summary of Rates and Charges of this FERC Gas Tariff will be considered to be paying the Maximum Rate. Service will be allocated or curtailed on a pro rata basis among Customers willing to make the same daily rate commitment to Company for PAL services.

5.2 Customer may be required, upon notification from Company, to suspend or reduce deliveries for the agreed upon Park Service, or receipts for the agreed upon Loan Service. Further, Customer may be required, upon notification from Company, to remove quantities of gas previously provided to Company under the Park Service, or return quantities of gas previously loaned to Customer under the Loan Service. Such notification shall be by telephone, and also by Company's Information Postings web site, e-mail, or facsimile.

5.3 Should Company notify Customer to remove or return quantities of gas pursuant to Subsection 5.2, Company's notification shall specify the time frame within which Park Service quantities shall be removed, and/or Loan Service quantities shall be returned. Such notifications shall be consistent with Company's operating conditions, but in no event shall the specified time frame be less than three (3) business days from the date of Company's notification unless Company and Customer mutually agree to a different time frame. The obligation of Customer to comply with the issued notification shall be monitored until such time as Company is able to recommence the PAL services.

5.4 In the event Customer makes a timely nomination in response to a notification by Company pursuant to Subsection 5.2, the obligation of Customer to comply with that notification shall be suspended until such time as Company's operational conditions allow Company to schedule the nomination.

6. FAILURE BY CUSTOMER TO RESPOND

6.1 Park Service

(a) In the event any of the following occurs, parked quantities shall become the property of Company at no cost to Company, free and clear of any adverse claims:

- (i) Company's prevailing operations require Company to notify Customer that receipts of parked quantities must be suspended or be reduced, and Customer fails to comply with such notification; and/or
- (ii) Company's prevailing operations require Company to notify Customer that all or part of Customer's parked quantities must be removed, and Customer fails to comply within the specified time frame; and/or

- (iii) Subject to Subsection 2.4 herein, the PAL account reflects a balance at the termination date of the associated Exhibit A to Customer's PAL Agreement.
- (b) If, pursuant to Subsection 6.1(a)(i), Company notifies Customer that receipts of parked quantities must be suspended or be reduced, only those quantities parked in violation of the notification shall become the property of Company at no cost to Company, free and clear of any adverse claims.
- (c) No penalty will be assessed, pursuant to this Subsection, on a remaining balance if the Customer-submitted nominations related to that balance to clear the PAL transaction cannot be scheduled by the Company, through no fault of the Customer.
- (d) In the event that parked quantities of natural gas become the property of Company, Company shall dispose of such excess gas pursuant to Subsection 22.2 of the General Terms and Conditions. Company shall categorize the proceeds of an excess-parked gas sale, net of incremental administrative charges, as PAL penalties.

6.2 Loan Service

- (a) In the event any of the following occurs, loaned quantities shall be sold to Customer at 150 percent of the weekly average spot price at the Midpoint Chicago LDC Citygate as reported in Gas Daily during the term of the agreed upon transaction as set forth in the associated Exhibit A to Customer's PAL Agreement:
 - (i) Company's prevailing operations require Company to notify Customer that deliveries of Customer's loaned quantities must be suspended or be reduced, and Customer fails to comply with such notification; and/or
 - (ii) Company's prevailing operations require Company to notify Customer that all or part of Customer's loaned quantities must be returned to Company, and Customer fails to comply within the specified time frame; and/or
 - (iii) Subject to Subsection 2.4 herein, the PAL account reflects a balance at the termination date of the associated Exhibit A to Customer's PAL Agreement.
- (b) If, pursuant to Subsection 6.2(a)(i), Company notifies Customer that deliveries of Customer's loaned quantities must be suspended or be reduced, only those quantities loaned in violation of the notification shall be sold to Customer at 150 percent of the highest weekly Midpoint Chicago LDC Citygate price as reported in Gas Daily during the term of the agreed upon transaction as set forth in the associated Exhibit A to Customer's PAL Agreement.
- (c) No penalty will be assessed, pursuant to this Subsection, on a remaining balance if the Customer-submitted nominations related to that balance to clear the PAL transaction cannot be scheduled by the Company, through no fault of the Customer.

6.3 Crediting of PAL Penalties

All amounts invoiced and collected by Company as payment of penalties assessed under this Rate Schedule, net of incremental administrative charges and loaned gas costs, shall be treated as PAL penalties and shall be allocated by Company to all Customers using the methodology set forth in Subsection 23.1 of the General Terms and Conditions. The loaned gas costs for gas sold pursuant to Section 6.2 of this Rate Schedule shall be the weekly average spot price at the Midpoint Chicago LDC Citygate as reported in Gas Daily during the

term of the agreed upon transaction as set forth in the associated Exhibit A to a PAL Agreement.

7. OTHER CONDITIONS OF SERVICE

Company shall not be required to provide service under this Rate Schedule in the event that all facilities needed to render the requested service do not exist or are not in service at the time the request is made or the time service is commenced.

8. GENERAL TERMS AND CONDITIONS

Customer shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any PAL Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE LMS-MA
LOAD MANAGEMENT SERVICE – DELIVERY POINTS

1. AVAILABILITY

Company shall provide balancing services at Delivery Points to persons (herein referred to as "Balancing Party") who have executed an Operational Balancing Agreement (for use at Delivery Points)(Delivery Point OBA) in the form set forth on Company's web site (www.oneok.com/mgt) under Customer Activities. A Delivery Point OBA will be available to:

- (a) the operator of connecting facilities at a Delivery Point(s) on Company's system; and
- (b) a market aggregator ("Aggregator") who has obtained written consent from Delivery Point operators that imposes responsibility on Aggregator for all scheduling and balancing at stated Delivery Points and that provides authority to Aggregator to change physical flows at stated Delivery Points upon notice from Company to the Aggregator.

2. APPLICABILITY AND CHARACTER OF SERVICE

The terms, conditions and charges set forth in this Rate Schedule shall apply to all gas flowing through meters covered by a Delivery Point OBA. A Delivery Point OBA may include all Delivery Points controlled by a single Balancing Party except that no OBA may cover Delivery Points under more than one firm transportation rate schedule. An Aggregator's Delivery Point OBA may include any Delivery Point where the maximum deliveries at any such point do not exceed 5,233 Dekatherms on any day.

3. SCHEDULING AND CONFIRMATION BY BALANCING PARTY

The Balancing Party will confirm nominations of the quantities to be delivered at Delivery Points. The Balancing Party will notify affected Customers via the System by entering confirmations into the System, which are available for viewing by Customers, within the time specified in Subsection 3.6.1 of the General Terms and Conditions of any change in a nomination by Customer to Scheduled Quantities.

Company agrees to perform as a Delivery Point operator on other pipelines' systems at its existing points of interconnection with other pipelines to the extent necessary and agreed to by the other pipeline(s). To the extent Company incurs any imbalance charges, cash-outs, or penalties on such other pipelines, all such expenditures, except where negligently incurred by Company, shall be borne by Balancing Parties that are out of balance on Company's system in proportion to each Balancing Party's imbalance related to such other pipelines.

4. IMBALANCE NETTING AND TRADING

- (a) Based upon the best information available, a Balancing Party shall take action to correct any imbalances occurring during the month by making adjustments in nominations, receipts or deliveries. If a Balancing Party fails to take such corrective action, then Company may, upon 48 hours notice, adjust Balancing Party's scheduled receipts and deliveries over the remainder of the calendar month in order to maintain a balance of receipts, deliveries and nominations.
- (b) Balancing Parties under this Rate Schedule and Supply Aggregators under Rate Schedule SA will be allowed to trade imbalances occurring during the month with other Parties that are subject to this Rate Schedule or Rate Schedule LMS-PA.

Mid-Month Trading

All imbalance trading occurring during the month that the imbalance(s) occurred must be effected through the nomination of mid-month make-up gas quantities. Any "receipt-to-delivery" imbalance trade may be effected by a Party nominating transportation from a point covered on its Balancing Agreement or Rate Schedule SA Agreement to a point on another Agreement where the trade will occur. A "receipt-to-delivery" imbalance trade is defined as any imbalance trade between a Party under this Rate Schedule and a Party under Rate Schedule LMS-PA whereby the Party under this Rate Schedule is trading an excess of actual deliveries relative to Scheduled Quantities with an excess of actual receipts relative to Scheduled Quantities incurred by a Party under Rate Schedule LMS-PA.

End-of-Month Trading

Balancing Parties and Supply Aggregators will also be allowed to trade offsetting imbalances in the month following the month during which the imbalance occurred; provided that the Party notifies Company of the identities of the Parties agreeing to the trade, and the gas quantities to be traded, no later than seventeen Business Days after the end of the month during which the imbalances occurred. For receipt-to-delivery imbalance trades after the month during which the imbalances occurred, the Parties agreeing to the trade must notify Company of the Party responsible for the transportation from point to point. If the Parties do not notify Company of the Party responsible for transportation, Company will hold the Party who traded the imbalance due Company responsible for the applicable transportation charges. To facilitate end-of-month imbalance trading, Company will provide for Parties to post their imbalances, and any information relevant to the trading thereof, on the System.

For mid-month and end-of-month trading, transportation charges for receipt-to-delivery imbalance trades will be based on the applicable maximum authorized overrun rate associated with Company's Rate Schedule(s) FT-A, FT-B, FT-C or FT-D.

When a netting and trading transaction results in an overpayment of transportation charges, Company shall reimburse the affected Customer the excess transportation charges in the subsequent billing cycle.

5. DAILY IMBALANCE CHARGE

5.1 Applicability

(a) Single Point of Interconnection Under LMS-MA Agreement

A Balancing Party shall be subject to a potential Daily Imbalance Charge if

- (i) Company lacks the ability to physically control delivered quantities to the Balancing Party at such interconnect, or
- (ii) Company has the ability to physically control delivered quantities to the Balancing Party at such interconnect but the capability has been disabled pursuant to a request by the Balancing Party, or
- (iii) The Balancing Party either lacks the ability to physically control receipt quantities from Company at such interconnect or utilizes its physical flow control capability to deviate from the current total scheduled nomination at such interconnect without Company's consent.

(b) Multiple Points of Interconnection Under LMS-MA Agreement

A Balancing Party shall be subject to a potential Daily Imbalance Charge if

- (i) Company lacks the ability to physically control delivered quantities to the Balancing Party at all of the interconnects specified in the Balancing Party's LMS-MA Agreement, or
- (ii) Company has the ability to physically control delivered quantities to the Balancing Party at one or more of the interconnects specified in the Balancing Party's LMS-MA Agreement but the capability has been disabled at such location(s) pursuant to a request by the Balancing Party, or
- (iii) Company lacks the ability to physically control delivered quantities to the Balancing Party at the specific interconnect designated to assume the imbalances by the Balancing Party (balancing "swing" interconnect) under the Balancing Party's LMS-MA Agreement, or
- (iv) The Balancing Party lacks the ability to physically control receipt quantities from Company at any of the interconnects specified in the Balancing Party's LMS-MA Agreement, or
- (v) The Balancing Party utilizes its physical flow control capability at one or more interconnect locations specified in the Balancing Party's LMS-MA Agreement to deviate from the current aggregate scheduled nomination for such interconnects without Company's consent.

(c) Listing of Balancing Parties Subject to Potential Daily Imbalance Charge

Company shall maintain a list on its Informational Postings web site of the Balancing Parties that are potentially subject to a Daily Imbalance Charge under Rate Schedule LMS-MA.

Company shall revise such posting within a Gas Day if the applicability of the Daily Imbalance Charge for a given Balancing Party changes due to change in flow control status at one or more interconnects under the Balancing Party's LMS-MA Agreement.

In addition, Company shall notify a Balancing Party listed pursuant to this Subsection, by phone, of any status change related to the applicability of the Daily Imbalance Charge at the time such change is made.

The amount of Balancing Party's imbalance at the end of a Gas Day will determine if the Daily Imbalance Charge is potentially applicable to such Balancing Party.

5.2 Calculation

(a) Net Pipeline Position

By 12 Noon CCT each day, Company shall provide on its Informational Postings web site a notice of the net pipeline position on Company's pipeline system for the previous Gas Day.

The net pipeline position is the sum of the total positive and negative Cumulative Imbalances, based on SCADA data, at all Balancing Party interconnections subject to

the Daily Imbalance Charge for such Gas Day under Rate Schedules LMS-MA and LMS-PA.

A positive net pipeline position indicates that gas has been stored on Company's pipeline and is due others. A negative net pipeline position indicates that gas is due Company.

Company will post a notice that the Daily Imbalance Charge will not be applicable for a given Gas Day, if Company determines that insufficient accurate SCADA data exist for such Gas Day to calculate a net pipeline position.

(b) Allowable Swing Quantity (ASQ)

The Balancing Party's ASQ for a given Gas Day is the greater of (1) 1000 Dekatherms or (2) 10 percent of the highest daily Scheduled Quantity at such designated interconnect(s) during the prior 15 days.

On a given Gas Day, a Balancing Party may take gas in excess of Scheduled Quantities or not take delivery of all Scheduled Quantities at the interconnect(s) listed under the Balancing Party's LMS-MA Agreement up to its ASQ.

(c) Imbalance Tolerance Bandwidth - 110 to 120 Percent

On a Gas Day that the net pipeline position exceeds plus or minus 25,000 Dekatherms, any Balancing Party subject to the Daily Imbalance Charge under this Rate Schedule, whose Cumulative Imbalance is 1) equal to or greater than 110 percent but less than 120 percent of that Balancing Party's ASQ and 2) has a Cumulative Imbalance in the same direction (positive or negative) as the net pipeline position, will be notified by Company of its Daily Imbalance position no later than 5:00 p.m. CCT the following Gas Day.

If the notified Balancing Party fails to take corrective action during the Gas Day following Company's Daily Imbalance position notice pursuant to this Subsection, such Balancing Party shall be assessed a Daily Imbalance Charge per Dekatherm equal to two times the currently effective maximum rate under Tennessee Gas Pipeline Company's Rate Schedule PAL. The Daily Imbalance Charge under this Subsection shall apply only to those quantities of the Cumulative Imbalance that are equal to or greater than 110 percent but are less than 120 percent of the Balancing Party's ASQ.

(d) Imbalance Tolerance Bandwidth - 120 Percent or Greater

On a Gas Day that the net pipeline position exceeds plus or minus 25,000 Dekatherms, any Balancing Party subject to the Daily Imbalance Charge under this Rate Schedule whose Cumulative Imbalance is 1) equal to or greater than 120 percent of that Balancing Party's ASQ and 2) has a Cumulative Imbalance in the same direction (positive or negative) as the net pipeline position will be notified by Company of its Daily Imbalance position no later than 5:00 p.m. CCT the following Gas Day.

If the notified Balancing Party fails to take corrective action during the Gas Day following Company's Daily Imbalance position notice pursuant to this Subsection, such Balancing Party shall be assessed a Daily Imbalance Charge per Dekatherm equal to four times the currently effective Maximum Rate under Tennessee Gas Pipeline Company's Rate Schedule PAL. The Daily Imbalance Charge under this Subsection shall apply only to those quantities of the Cumulative Imbalance that are equal to or in excess of 120 percent of the Balancing Party's ASQ.

5.3 Treatment of Revenue

All amounts invoiced and collected by Company as payment of Daily Imbalance Charges assessed under this Rate Schedule, net of incremental administrative charges (including costs that Company incurs in making such sales pursuant to Section 22 of the General Terms and Conditions), will be treated as LMS penalties and shall be allocated by Company to Balancing Parties using the methodology set forth in Subsection 23.2 of the General Terms and Conditions.

6. MONTHLY IMBALANCES

- (a) A Balancing Party's monthly imbalance shall be the net total of Daily Imbalances from all points covered by the Delivery Point OBA. Unless Company and Balancing Party mutually agree to correct the imbalance in kind on a nondiscriminatory basis, each month Company and Balancing Party shall "cash out" any imbalance between deliveries and Scheduled Quantities at Delivery Points covered by a Delivery Point OBA. Company shall divide the monthly imbalance by the sum of the Scheduled Quantities for all days of the month for all points covered by the OBA to determine the monthly imbalance percentage to be cashed out as set forth below.
- (b) If the monthly imbalance percentage is due to a deficiency of deliveries relative to Scheduled Quantities, Company shall pay the Balancing Party in accordance with Schedule A below. If the monthly imbalance percentage is due to an excess of deliveries relative to Scheduled Quantities, the Balancing Party shall pay Company in accordance with Schedule B below. Notwithstanding the above, a monthly imbalance that is less than 1000 Dekatherms shall be cashed out at the 0-5 percentage level. In addition to correcting the monthly imbalance in cash, the Balancing Party shall pay to Company the "Transportation Component" if deliveries are greater than Scheduled Quantities, or Company shall pay to Balancing Party the "Transportation Component" if deliveries are less than Scheduled Quantities.

The "Transportation Component" shall be equal to:

- (i) Company's commodity rate under Rate Schedule(s) FT-A, FT-B, FT-C, FT-D or FT-GS, as applicable, multiplied by the monthly imbalance, plus
- (ii) an additional amount to cover Company's cost of gas for the system fuel use and lost and unaccounted for gas.

The additional amount shall be calculated by multiplying the Index Price by the amount of fuel necessary to transport the imbalance on the Company's system.

Schedule A

<u>Monthly Imbalance Percentage</u>	<u>Company Pays Balancing Party the Following Percent of the Index Price</u>
0-5%	100%
>5-10%	85%
>10-15%	70%
>15-20%	60%
>20%	50%

Schedule B

<u>Monthly Imbalance Percentage</u>	<u>Balancing Party Pays Company the Following Percent of the Index Price</u>
0-5%	100%
>5-10%	115%
>10-15%	130%
>15-20%	140%
>20%	150%

The Index Price shall be the monthly average of the daily, midpoint Tennessee, 500 Leg price as published in the "Daily price survey" of Platts *Gas Daily* for the month. The Index Price shall be posted on the System in a reasonable time after receipt of the final "Daily price survey" for the month. If the "Daily price survey" of Platts *Gas Daily* is no longer published, Company shall use an alternative publication to determine the spot price indices for calculation of the Index Price. Company shall allocate "cash-outs" with other upstream pipelines according to the same formula.

For the purpose of determining the level at which a Balancing Party's imbalance shall be cashed out, if a Balancing Party has an imbalance outside a given tolerance level, the escalating or declining percentage of the Index Price will apply only to the portion of the imbalance outside of the tolerance level.

The amounts due hereunder shall be paid in accordance with Sections 5 and 6 of the General Terms and Conditions of Company's FERC Gas Tariff.

(c) Access to Information

Company will make available by electronic means the best information it has concerning the scheduled deliveries at all Delivery Points. This information regarding the scheduled deliveries shall become "Operational Data" and Balancing Parties will be able to utilize the Operational Data for purposes of correcting imbalances during the month. Monthly imbalances will be cashed out on the basis of actual deliveries and Scheduled Quantities; provided that the penalty level and pricing associated with imbalances will be based upon the lesser of (1) the monthly operational imbalance reported by Company based upon the Operational Data or (2) the monthly imbalance based upon actual receipts and deliveries at such locations.

(d) Limitation on Charges

Any imbalances caused by an event as set forth in Section 10 of the General Terms and Conditions, or by Company's actions (including providing the Balancing Party inaccurate balancing information) or by Balancing Party's compliance with an OFO issued pursuant to Section 8 of the General Terms and Conditions, will not be included in the calculation of the total monthly imbalance for purposes of determining the appropriate cash-out level and will be cashed out at the 0-5 percent tolerance level, as set forth in Subsection 6(b) above.

(e) Operational Integrity

Nothing in this Section 6 shall limit Company's right to take action as may be required to adjust receipts and deliveries of gas in order to alleviate conditions that threaten the integrity of its system.

(f) Disposition of Charges

At the conclusion of each annual period, Company will determine the net cashout activity in accordance with Section 39 of the General Terms and Conditions.

7. GENERAL TERMS AND CONDITIONS

Balancing Party shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any Delivery Point OBA are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE LMS-PA
LOAD MANAGEMENT SERVICE – RECEIPT POINTS

1. AVAILABILITY

Company shall provide balancing services at Receipt Points to persons (herein referred to as "Balancing Party") who have executed an Operational Balancing Agreement for use at receipt points (Receipt Point OBA) in the form set forth on Company's web site (www.oneok.com/mgt) under Customer Activities. A Receipt Point OBA will be available to the operator of connecting facilities at a Receipt Point(s) on Company's system.

2. APPLICABILITY AND CHARACTER OF SERVICE

The terms, conditions and charges set forth in this Rate Schedule shall apply to all gas flowing through meters covered by a Receipt Point OBA.

3. SCHEDULING AND CONFIRMATION BY BALANCING PARTY

The Balancing Party will confirm nominations of the quantities to be received at Receipt Points. The Balancing Party will notify Customer and Company via the System by entering confirmations into the System, which are available for viewing by Customers, within the time specified in Subsection 3.6.1 of the General Terms and Conditions of any change in a nomination by Customer to Scheduled Quantities.

4. IMBALANCE NETTING AND TRADING

- (a) Based upon the best information available, a Balancing Party shall take action to correct any imbalances occurring during the month by making adjustments in nominations, receipts or deliveries. If Balancing Party fails to take such corrective action, then Company may, upon 48 hours notice, adjust Balancing Party's scheduled receipts and deliveries over the remainder of the calendar month in order to maintain a balance of receipts, deliveries and nominations.
- (b) Balancing Parties under this Rate Schedule and Aggregators under Rate Schedule SA will be allowed to trade imbalances occurring during the month with other Parties that are subject to this Rate Schedule or Rate Schedule LMS-MA.

Mid-Month Trading

All imbalance trading occurring during the month that the imbalance(s) occurred must be effected through the nomination of mid-month make-up gas quantities. Any "receipt-to-delivery" imbalance trade may be effected by a Party nominating transportation from a point covered on its Operational Balancing Agreement or Rate Schedule SA Agreement to a point on another agreement where the trade will occur. A "receipt-to-delivery" imbalance trade is defined as any imbalance trade between a Party under this Rate Schedule and a Party under Rate Schedule LMS-MA whereby the Party under this Rate Schedule is trading an excess of actual receipts relative to Scheduled Quantities with an excess of actual deliveries relative to Scheduled Quantities incurred by a Party under Rate Schedule LMS-MA.

End-of-Month Trading

Balancing Parties and Aggregators under Rate Schedule SA will also be allowed to trade offsetting imbalances in the month following the month during which the imbalance occurred; provided that the Party notifies Company of the identities of the Parties agreeing to the trade, and the gas quantities to be traded, no later than seventeen Business Days after the end of the

month during which the imbalances occurred. For receipt-to-delivery imbalance trades after the month during which the imbalances occurred, the Parties agreeing to the trade must notify Company of the Party responsible for the transportation from point to point. If the Parties do not notify Company of the Party responsible for transportation, Company will hold the Party who traded the imbalance due Company responsible for the applicable transportation charges. To facilitate end-of-month imbalance trading, Company will provide for Parties to post their imbalances, and any information relevant to the trading thereof, on the System.

For mid-month and end-of-month trading, transportation charges for receipt-to-delivery imbalance trades will be based on the maximum applicable authorized overrun rate associated with Company's Rate Schedule FT-A, FT-C or FT-D.

When a netting and trading transaction results in an overpayment of transportation charges, Company shall reimburse the affected Customer the excess transportation charges in the subsequent billing cycle.

5. DAILY IMBALANCE CHARGE

5.1 Applicability

(a) Single Point of Interconnection Under LMS-PA Agreement

A Balancing Party shall be subject to a potential Daily Imbalance Charge if

- (i) Company lacks the ability to physically control delivered quantities to the Balancing Party at such interconnect, or
- (ii) Company has the ability to physically control delivered quantities to the Balancing Party at such interconnect but the capability has been disabled pursuant to a request by the Balancing Party, or
- (iii) The Balancing Party either lacks the ability to physically control receipt quantities from Company at such interconnect or utilizes its physical flow control capability to deviate from the current total scheduled nomination at such interconnect without Company's consent.

(b) Multiple Points of Interconnection Under LMS-PA Agreement

A Balancing Party shall be subject to a potential Daily Imbalance Charge if

- (i) Company lacks the ability to physically control delivered quantities to the Balancing Party at any of the interconnects specified in the Balancing Party's LMS-PA Agreement, or
- (ii) Company has the ability to physically control delivered quantities to the Balancing Party at one or more of the interconnects specified in the Balancing Party's LMS-PA Agreement but the capability has been disabled at such location(s) pursuant to a request by the Balancing Party, or
- (iii) Company lacks the ability to physically control delivered quantities to the Balancing Party at the specific interconnect designated to assume the imbalances by the Balancing Party (balancing "swing" interconnect) under the Balancing Party's LMS-PA Agreement, or

- (iv) The Balancing Party lacks the ability to physically control receipt quantities from Company at any of the interconnects specified in the Balancing Party's LMS-PA Agreement, or
 - (v) The Balancing Party utilizes its physical flow control capability at one or more interconnect locations specified in the Balancing Party's LMS-PA Agreement to deviate from the current aggregate scheduled nomination for such interconnects without Company's consent.
- (c) Listing of Balancing Parties Subject to Potential Daily Imbalance Charge

Company shall maintain a list on its Informational Postings web site of the Balancing Parties that are potentially subject to a Daily Imbalance Charge under Rate Schedule LMS-PA.

Company shall revise such posting within a Gas Day if the applicability of the Daily Imbalance Charge for a given Balancing Party changes due to change in flow control status at one or more interconnects under the Balancing Party's LMS-PA Agreement.

In addition, Company shall notify a Balancing Party listed pursuant to this Subsection, by phone, of any status change related to the applicability of the Daily Imbalance Charge at the time such change is made.

The amount of Balancing Party's imbalance at the end of a Gas Day will determine if the Daily Imbalance Charge is potentially applicable to such Balancing Party.

5.2 Calculation

(a) Net Pipeline Position

By 12 Noon CCT each day, Company shall provide on its Informational Postings web site a notice of the net pipeline position on Company's pipeline system for the previous Gas Day.

The net pipeline position is the sum of the total positive and negative Cumulative Imbalances, based on SCADA data, at all Balancing Party interconnections subject to the Daily Imbalance Charge for such Gas Day under Rate Schedules LMS-MA and LMS-PA.

A positive net pipeline position indicates that gas has been stored on Company's pipeline and is due others. A negative net pipeline position indicates that gas is due Company.

Company will post a notice that the Daily Imbalance Charge will not be applicable for a given Gas Day, if Company determines that insufficient accurate SCADA data exist for such Gas Day to calculate a net pipeline position.

(b) Allowable Swing Quantity (ASQ)

The Balancing Party's ASQ for a given Gas Day is the greater of (1) 1000 Dekatherms or (2) 10 percent of the highest daily Scheduled Quantity at such designated interconnect(s) during the prior 15 days.

On a given Gas Day, a Balancing Party may take gas in excess of Scheduled Quantities or not take delivery of all Scheduled Quantities at the interconnect(s) listed under the Balancing Party's LMS-PA Agreement up to its ASQ.

(c) Imbalance Tolerance Bandwidth - 110 to 120 Percent

On a Gas Day that the net pipeline position exceeds plus or minus 25,000 Dekatherms, any Balancing Party subject to the Daily Imbalance Charge under this Rate Schedule, whose Cumulative Imbalance is 1) equal to or greater than 110 percent but less than 120 percent of that Balancing Party's ASQ and 2) has a Cumulative Imbalance in the same direction (positive or negative) as the net pipeline position, will be notified by Company of its Daily Imbalance position no later than 5:00 p.m. CCT the following Gas Day.

If the notified Balancing Party fails to take corrective action during the Gas Day following Company's Daily Imbalance position notice pursuant to this Subsection, such Balancing Party shall be assessed a Daily Imbalance Charge per Dekatherm equal to two times the currently effective maximum rate under Tennessee Gas Pipeline Company's Rate Schedule PAL. The Daily Imbalance Charge under this Subsection shall apply only to those quantities of the Cumulative Imbalance that are equal to or greater than 110 percent but are less than 120 percent of the Balancing Party's ASQ.

(d) Imbalance Tolerance Bandwidth - 120 Percent or Greater

On a Gas Day that the net pipeline position exceeds plus or minus 25,000 Dekatherms, any Balancing Party subject to the Daily Imbalance Charge under this Rate Schedule whose Cumulative Imbalance is 1) equal to or greater than 120 percent of that Balancing Party's ASQ and 2) has a Cumulative Imbalance in the same direction (positive or negative) as the net pipeline position will be notified by Company of its Daily Imbalance position no later than 5:00 p.m. CCT the following Gas Day.

If the notified Balancing Party fails to take corrective action during the Gas Day following Company's Daily Imbalance position notice pursuant to this Subsection, such Balancing Party shall be assessed a Daily Imbalance Charge per Dekatherm equal to four times the currently effective maximum rate under Tennessee Gas Pipeline Company's Rate Schedule PAL. The Daily Imbalance Charge under this Subsection shall apply only to those quantities of the Cumulative Imbalance that are equal to or in excess of 120 percent of the Balancing Party's ASQ.

5.3 Treatment of Revenue

All amounts invoiced and collected by Company as payment of the Daily Imbalance Charges assessed under this Rate Schedule, net of incremental administrative charges (including costs that Company incurs in making such sales pursuant to Section 22 of the General Terms and Conditions), will be treated as LMS penalties and shall be allocated by Company to Balancing Parties using the methodology set forth in Subsection 23.2 of the General Terms and Conditions.

6. MONTHLY IMBALANCES

- (a) A Balancing Party's monthly imbalance shall be the net total of Daily Imbalances from all points covered by the Receipt Point OBA. Unless Company and Balancing Party mutually agree to correct the imbalance in kind on a nondiscriminatory basis, each month Company and Balancing Party shall "cash out" any imbalance between receipts and Scheduled Quantities at receipt points covered by the Receipt Point OBA. Company shall divide the monthly imbalance by the sum of

the Scheduled Quantities for all days of the month for all points covered by the OBA to determine the percent monthly imbalance to be cashed out as set forth below:

- (b) If the monthly imbalance percentage is due to an excess of receipts relative to Scheduled Quantities, Company shall pay the Balancing Party in accordance with Schedule A below. If the monthly imbalance percentage is due to a deficiency in receipts relative to Scheduled Quantities, the Balancing Party shall pay Company in accordance with Schedule B below. Notwithstanding the above, a monthly imbalance that is less than 1,000 Dekatherms shall be cashed out at the 0-5 percentage level.

Schedule A

<u>Monthly Imbalance Percentage</u>	<u>Company Pays Balancing Party the Following Percent of the Index Price</u>
0-5%	100%
>5-10%	85%
>10-15%	70%
>15-20%	60%
>20%	50%

Schedule B

<u>Monthly Imbalance Percentage</u>	<u>Balancing Party pays Company the Following Percent of the Index Price</u>
0-5%	100%
>5-10%	115%
>10-15%	130%
>15-20%	140%
>20%	150%

The Index Price shall be the monthly average of the daily, midpoint Tennessee, 500 Leg price as published in the "Daily price survey" of Platts *Gas Daily* for the month. The Index Price will be posted on the System in a reasonable time after receipt of the final "Daily price survey" for the month. If the "Daily price survey" of *Gas Daily* is no longer published, Company shall use an alternative publication to determine the spot price indices for calculation of the Index Price. Company shall allocate "cash-outs" with other upstream pipelines according to the same formula.

For the purpose of determining the level at which a Balancing Party's imbalance shall be cashed out, if a Balancing Party has an imbalance outside a given tolerance level, the escalating or declining percentage of the Index Price will apply only to the portion of the imbalance outside of the tolerance level.

The amounts due hereunder shall be paid in accordance with Sections 5 and 6 of the General Terms and Conditions of Company's FERC Gas Tariff.

- (c) Access to Information

Company will make available by electronic means the best information it has concerning the scheduled deliveries at all Delivery Points. This information regarding the scheduled deliveries

shall become "Operational Data" and Balancing Parties will be able to utilize the Operational Data for purposes of correcting imbalances during the month. Monthly imbalances will be cashed out on the basis of actual deliveries and Scheduled Quantities; provided that the penalty level and pricing associated with imbalances will be based upon the lesser of (1) the monthly operational imbalance reported by Company based upon the Operational Data or (2) the monthly imbalance based upon actual receipts and deliveries at such locations.

(d) Limitation on Charges

Any imbalances caused by an event as set forth in Section 10 of the General Terms and Conditions, or by Company's actions (including providing the Balancing Parties inaccurate balancing information), or by Balancing Party's compliance with an OFO issued pursuant to Section 8 of the General Terms and Conditions, will not be included in the calculation of the total monthly imbalance for purposes of determining the appropriate cash-out level and will be cashed out at the 0-5 percent tolerance level, as set forth in Subsection 6(b) above.

(e) Operational Integrity

Nothing in this Section 6 shall limit Company's right to take action as may be required to adjust receipts of gas in order to alleviate conditions that threaten the integrity of its system.

(f) Disposition of Charges

At the conclusion of each annual period, Company will determine the net cashout activity in accordance with Section 39 of the General Terms and Conditions.

7. GENERAL TERMS AND CONDITIONS

Balancing Party shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any Receipt Point OBA are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE SA
SUPPLY AGGREGATION SERVICE

1. AVAILABILITY

This Rate Schedule is available for any Party (Aggregator) which has

- (a) requested supply aggregation service by Company;
- (b) met the conditions for qualification for receipt of service under Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff; and
- (c) executed a Supply Aggregation Service Agreement with Company for service under Rate Schedule SA pursuant to Section 25 of the General Terms and Conditions.

2. APPLICABILITY AND CHARACTER OF SERVICE

- 2.1 This Rate Schedule permits Aggregator to aggregate quantities of gas, under any of Company's transportation rate schedules, at a Supply Aggregation Point (SA Point) pursuant to the terms and conditions set forth herein.
- 2.2 Nominated and confirmed receipts into an SA Point can be from any physical Receipt Point(s), a different SA Point(s) other than the SA Point designated on Exhibit A of the Supply Aggregation Service Agreement (SA Agreement), or from a Transfer Point(s), all of which are located on Company's system.
- 2.3 Nominated and confirmed deliveries from the SA Point detailed on Exhibit A of the SA Agreement can be to any physical Delivery Point(s), different SA Point(s) other than the SA Point listed on Exhibit A of the SA Agreement, or to a Transfer Point(s), all of which are located on Company's system.
- 2.4 In addition to designating the SA Point, a minimum of one physical point must be designated under Point(s) on Exhibit A of the SA Agreement. To be eligible for designation under Point(s) on Exhibit A of the SA Agreement, each Point must be a physical point whose nominations are confirmed by Aggregator and are located within the same Operational Impact Area on Company's system. Additionally, each Point must have an associated agreement executed under Rate Schedule LMS-MA of Company's Tariff. Aggregator also must provide to Company a pre-determined ranking of deliveries at the Point(s) set forth on Exhibit A of the SA Agreement.
- 2.5 The SA Point shall be assigned a milepost number and DRN number on Company's System. Company shall determine and post SA Point(s) and their respective capacity on the System.
- 2.6 The quantity of gas measured at the SA Point for a given Gas Day shall be the total of the actual metered quantities at the Point(s) set forth in Exhibit A of the SA Agreement and shall be used to determine any operational imbalance at the SA Point.
- 2.7 Any Customer may nominate quantities directly to the Point(s) listed on Exhibit A of the SA Agreement.

3. NOMINATIONS

- 3.1 Aggregator shall nominate quantities into and out of the relevant SA Point. Aggregator shall be responsible for confirming nominations at the SA Point and at the Point(s) identified on Exhibit A of the SA Agreement. Aggregator shall be required to nominate quantities into the SA Point set forth on Exhibit A of the SA Agreement. Aggregator also shall be required to nominate quantities from the SA Point to any Delivery Point(s) not listed on Exhibit A. Any remaining quantities shall be delivered to the Point(s) listed on Exhibit A of the SA Agreement based upon the predetermined ranking(s) set forth on Exhibit A.
- 3.2 In addition to daily nomination rights and obligations as set forth in Subsection 3.6 of the General Terms and Conditions, Aggregator shall have the right to make intra-day and hourly nomination changes as provided in and subject to the conditions set forth in Subsection 3.6 of the General Terms and Conditions.
- 3.3 Flow adjustments at the point(s) set forth on Exhibit A of the SA Agreement shall be made throughout a Gas Day to balance the SA Point.
- 3.4 In the event of an interruption or reduction in the supplies or markets, or in the event that pipeline operating conditions require Company to adjust scheduled receipts or deliveries, Company shall allocate quantities at the Point(s) identified on Exhibit A based on the Aggregator's pre-determined ranking.

4. IMBALANCE RESOLUTION

- 4.1 Company will provide notice to Aggregator of any imbalance situation at the SA Point needing resolution and will specify the necessary corrective action. Aggregator shall take corrective action as specified by Company, or provide Company an alternate schedule for correcting imbalance. In the event that Company determines, in its sole discretion, that the Aggregator has not made a good faith effort to correct the imbalance, Company has the right, with twenty-four hours prior notice to Aggregator, to reduce receipts into, or deliveries out of, Aggregator's SA Point, based on the pre-determined rankings provided pursuant to Subsection 2.4 of this Rate Schedule.
- 4.2 Any imbalances between allocated receipts and allocated deliveries ("allocated imbalance") at the SA Point which are not made up before the end of the month shall be the responsibility of Aggregator and shall be resolved pursuant to the cash out provisions of Rate Schedules LMS-MA and LMS-PA.

5. OPERATIONAL INTEGRITY

Nothing in this Rate Schedule shall limit Company's right to take action as may be required to adjust receipts and deliveries of Scheduled Quantities of gas in order to alleviate conditions which threaten the integrity of its pipeline system, or the ability of Company to transport quantities scheduled by any Customer.

6. GENERAL TERMS AND CONDITIONS

Aggregator shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any SA Agreement are inconsistent with any terms and

conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

RATE SCHEDULE TPB
THIRD PARTY BALANCING SERVICE

1. AVAILABILITY

1.1 Availability of Service

This Rate Schedule is available to any party (hereafter called "Balancing Provider") desiring Third Party Balancing Service provided that:

- (a) Balancing Provider has entered into a Third Party Balancing Service Agreement ("Agreement") in the form contained in Company's Tariff for service under this Rate Schedule.
- (b) Balancing Provider provides Company with names and methods of communicating, on a twenty-four (24) hour, three hundred sixty-five (365) day basis, with persons who are employed or retained by Balancing Provider and whom Company can contact for purposes of managing the balancing service.

1.2 Limitation on Availability Service

Third-Party Balancing Service under Rate Schedule TPB shall be limited, on a daily basis, to the total aggregate quantity of gas scheduled by Balancing Provider at the Balanced Point on a Gas Day.

2. APPLICABILITY AND CHARACTER OF SERVICE

2.1 Applicability

This Rate Schedule shall apply to Third Party Balancing Services where Company has entered into a Third Party Balancing Service Agreement with a Balancing Provider for the purpose of balancing natural gas quantities on Company's system at a Variable Load Point. Balancing Provider shall either be physically connected to Company's system or have firm contractual rights to capacity at an interconnect with Company's system. At the request and under the direction of Balancing Provider, Company will manage the Third Party Balancing Service.

2.2 Character of Service

2.21 Variable Load Points

Only one Variable Load Point shall be designated under each Agreement for service hereunder. Balancing Provider shall be responsible for identifying the location of the Variable Load Point. An OBA must be executed at the Variable Load Point.

2.22 Balanced Point

A Balanced Point shall be created under each Agreement to facilitate this balancing service. Company shall be responsible for identifying the location of the Balanced Point, as specified in Exhibit A(s) of the Agreement.

2.23 Physical Interconnections Comprising Balanced Point

The Balancing Provider and Company shall mutually agree to the physical interconnection(s) that will satisfy the physical flow requirements of gas under this Agreement. At least one of the physical interconnection(s) shall have flow control capability accessible to Company and shall be designated by the Balancing Provider to take swing quantities of gas in order that real time flow adjustments can be made by Company to assure that any daily operational imbalance at the Balanced Point is maintained at or near zero.

The Variable Load Point, designated physical interconnection(s) and the Balanced Point shall be treated as a single location for nomination and scheduling purposes.

2.24 Predetermined Allocation Methodology

In the event more than one Balancing Provider is providing balancing service to a Variable Load Point Customer at the same Variable Load Point, the operator of that Variable Load Point shall provide Company with a predetermined allocation method (agreed to by Variable Load Point Customer and the Balancing Providers).

2.25 Operational Imbalances

The Balancing Provider shall be responsible for managing any operational imbalance created under this Rate Schedule. Daily allocated measured quantities of natural gas at the various physical interconnection(s) comprising the Balanced Point shall be totaled with the total daily allocated measured quantity at the Variable Load Point to serve as the aggregated metered quantity for the Balanced Point for that day. The difference between the total scheduled quantity at the Balanced Point for a given day and the corresponding aggregate metered quantity shall be treated as an operational imbalance for such Gas Day.

2.26 Responsibility of Balancing Provider

Balancing Provider is responsible for ensuring it has sufficient quantities of gas scheduled at the Balanced Point at any point in time during the Gas Day on Company's system to meet the balancing requirements under the Agreement.

Company shall monitor the instantaneous flow activity at the Variable Load Point on a real time basis. If a change in such instantaneous flow does occur, Company shall notify the Balancing Provider, by phone, and shall adjust the instantaneous flow rates at the physical point(s) of interconnection that are designated to take swing quantities of gas.

2.27 Company's Right to Flow Control

If the quantity of gas available at the Balanced Point is less than the quantity of gas being delivered to the Variable Load Point, Company reserves the right under this Rate Schedule to place the Variable Load Point on flow control

such that the gas available at the Balanced Point is equal to the gas being provided to the Variable Load Point Customer.

3. RATES AND PAYMENTS

3.1 Rates

The daily Maximum and Minimum Rates for services under this Rate Schedule are listed on the Summary of Rates and Charges in Company's FERC Gas Tariff.

Company may elect to provide service at a rate that is less than the Maximum Rate, but no less than the Minimum Rate applicable to this Rate Schedule. However, Company is not obligated to offer to provide service at any rate less than the Maximum Rate.

Balancing Provider shall pay Company each month the product of the applicable rate for this service multiplied by the applicable number of days in the calendar month multiplied by the Balancing Provider's Maximum Balancing Quantity ("MBQ") specified in Exhibit A(s) of the Agreement.

3.2 Payment

Payment under this Rate Schedule shall be in accordance with Section 6 of the General Terms and Conditions.

4. NOMINATIONS AND SCHEDULING

Customers delivering gas to the Balanced Point shall nominate gas consistent with the requirements of Section 3 of the General Terms and Conditions.

5. FAILURE OF BALANCING PROVIDER TO RESPOND

When Balancing Provider fails to provide sufficient quantities of gas at the Balanced Point to effectuate balancing service pursuant to this Rate Schedule for the Variable Load Point Customer, Balancing Provider shall be deemed responsible for any resultant charges under the General Terms and Conditions including under Section 8, should Company issue an Operational Flow Order.

To the extent Balancing Provider fails to maintain a daily operational imbalance quantity which is equivalent to or less than three percent (3%) of the MBQ, Company may terminate the Agreement without further notice, unless such failure is due to Company's actions. Such termination will not relieve Balancing Provider of its liabilities under this Rate Schedule or such other lawful remedies as Company may pursue.

6. OTHER CONDITIONS OF SERVICE

Company shall not be required to provide service under this Rate Schedule in the event that all facilities needed to render the requested service do not exist or are not in service at the time the request is made or the time service is commenced. Company shall not be required to provide service under this Rate Schedule that would require Company to construct or acquire any new facilities.

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Balancing Provider shall provide Company with such information as is needed to meet the requirements placed on Company by regulation, rule, and/or order. Furthermore, any terms or conditions not specified in this Rate Schedule shall be determined consistent with Company's General Terms and Conditions specified in Volume I of Company's FERC Gas Tariff, which are incorporated into this Rate Schedule. To the extent any terms and conditions specified in this Rate Schedule are inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. To the extent any terms and conditions specified in any Third Party Balancing Agreement are inconsistent with any terms and conditions specified in this Rate Schedule, then the terms and conditions of this Rate Schedule shall govern.

GENERAL TERMS AND CONDITIONS
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1. DEFINITIONS

Except where the context expressly states another meaning, the following terms when used in this Tariff and in any service agreement incorporating this Tariff, shall be construed to have the following meanings:

- o The term "ACA" shall mean the Annual Charge Rate Adjustment described in Section 18 of these General Terms and Conditions.
- o The term "Account Holder" shall mean a party using the services of a Title Transfer Tracking Service Provider.
- o The term "Balanced Point" shall mean a nominatable non-physical point on Company's system that facilitates the aggregation of quantities of gas to be delivered at a Variable Load Point with quantities of gas to be delivered at certain agreed upon physical interconnections under Rate Schedule TPB. Any operational imbalance is recognized at the Balanced Point.
- o The term "Balancing Party" shall mean any person that has entered into an Operational Balancing Agreement with Company.
- o The term "Balancing Provider" is a party performing a third-party balancing service pursuant to Rate Schedule TPB.
- o The term "Bidder" shall mean any Person that submits a Bid for released transportation capacity pursuant to the terms of Section 21 of these General Terms and Conditions.
- o The term "Billing Commencement Date" shall mean the date when a Customer's service and payment obligation commences. The Billing Commencement Date for any Customer receiving transportation as a result of placing into service the construction of new facilities shall occur when Company informs such Customer by at least one day's notice that there is capability, to receive gas at Customer's Receipt Point and to make related deliveries of gas at Customer's Delivery Point, all in accordance with the provisions of Customer's transportation agreement.
- o The term "British thermal unit" or "Btu" shall mean the amount of heat required to raise the temperature of one pound of water one degree Fahrenheit at a standard pressure of 14.73 dry psia at 60 degrees Fahrenheit.
- o The term "Business Day" shall mean Monday through Friday, excluding Federal Banking Holidays for transactions in the United States, and similar holidays for transactions occurring in Canada and Mexico. [3.2.1]
- o The terms "Central Clock Time" and "CCT" shall mean Central Daylight Time when daylight savings time is in effect and Central Standard Time when daylight savings time is not in effect.
- o The term "Company" shall mean Midwestern Gas Transmission Company, a "Service Provider" pursuant to NAESB WGQ Standards.
- o The term "Commission" and "FERC" shall mean the Federal Energy Regulatory Commission or any successor regulatory authority having jurisdiction over Company under the Natural Gas Act or supervening legislation.
- o The term "Critical System Wide Notices" shall mean information concerning Company's facilities that affects scheduling or adversely affects scheduled gas flow.

- o The term "Cubic Foot" shall mean the quantity of gas that occupies one cubic foot when such gas is at a temperature of 60 degrees Fahrenheit, and at a pressure of 14.73 pounds per square inch absolute (psia).
- o The term "Customer" shall mean any party (such as a Balancing Party) delivering gas into Company's system and any Person, other than Company, receiving a service subject to the provisions of this FERC Gas Tariff or that is a party to an agreement subject to the provisions of this FERC Gas Tariff.
- o The term "Customer Activities" shall mean the business function categories related to Nominations, Flowing Gas, Invoicing, Capacity Release, Contracts, and other business functions on industry Web sites. [4.2.10]
- o The term "day" or "Gas Day" shall mean a period of twenty-four consecutive hours beginning and ending at 9:00 a.m. CCT. The reference date for any day shall be the date of the beginning of such day. [1.3.1]
- o The term "Dekatherm" shall mean 1,000,000 Btu's. The standard quantity for nominations, confirmation and scheduling is Dekatherms per Gas Day in the United States, gigajoules per Gas Day in Canada and Mexico, and gigacalories per Gas Day in Mexico for transactions that occurred prior to the enactment of Mexico Resolution RES/267/2006 dated September 7, 2006. (For reference 1 Dekatherm = 1,000,000 Btu's; 1 gigajoule = 1,000,000,000 joules; and 1 gigacalorie = 1,000,000,000 calories.) For commercial purposes, the standard conversion factor between Dekatherms and gigajoules is 1.055056 gigajoules per Dekatherm and between Dekatherms and gigacalories is 0.251996 gigacalories per Dekatherm. The standard Btu is the International Btu, which is also called the Btu (IT); the standard joule is the joule specified in the SI system of units. [1.3.14]
- o The term "Delivery Point(s)" shall mean the point or points listed on Company's Informational Postings web site for delivery of gas for the account of Customer.
- o The term "Eastern Mainline" shall mean the approximate 30.9 miles of 16-inch diameter pipeline commencing at the Company's existing mainline compressor station located near Portland, Tennessee and traversing southeasterly to two (2) interstate pipeline interconnections with 1) Columbia Gulf Transmission Company and 2) East Tennessee Natural Gas Company located near Hartsville, Tennessee in Trousdale County, Tennessee.
- o The term "Elapsed Prorata Capacity" or "EPC" shall mean that portion of the capacity that would have theoretically been available for use prior to the effective time of the intraday recall based upon a cumulative uniform hourly use of the capacity. [5.2.3]
- o The term "Equivalent Quantity" unless otherwise stated in the transportation agreement shall mean, that during any given period of time, the quantities of gas delivered hereunder at the Delivery Point(s) shall be the thermal equivalent of the quantities of gas received at the Receipt Point(s) for transportation less thermal quantities of gas for Customer's system fuel use and gas lost and unaccounted for associated with transportation service.
- o The term "In-Direction" shall mean a firm nomination line item that has a nominated flow direction in the same direction as the Service Requester's current Transportation Path.
- o The term "Lending Point" relative to a Customer shall mean the Lending Points as shown or referenced on Exhibit A to such Customer's PAL Agreement where such Customer can borrow gas quantities on Company's system pursuant to such PAL Agreement.

- o The term "Mainline" shall mean the 30-inch diameter pipeline and appurtenant facilities extending from an interconnection between Company and Tennessee Gas Pipeline Company near Portland, Tennessee and extending to a point of interconnection between Company and ANR Pipeline Company located near Joliet, Illinois.
- o The term "Maximum Balancing Quantity" shall mean the maximum Dekatherms per day quantity of gas authorized by Balancing Provider to Company to deliver to the Variable Load Point on an instantaneous basis as detailed on Exhibit A of the Third Party Balancing Service Agreement.
- o The term "Maximum Park and Loan (PAL) Quantity" shall mean the Dekatherms per day of gas shown as the Maximum Park and Loan (PAL) Quantity that is relative to the Parking Points and Lending Points shown on Exhibit A to a Customer's PAL Agreement.
- o The term "Maximum Rate" shall mean the applicable maximum rates listed on the Summary of Rates and Charges in Company's FERC Gas Tariff as such rates may change from time to time subject to Commission approval. The Maximum Rate may include a Maximum Demand Rate and/or a Maximum Commodity Rate.
- o The term "Mcf" shall mean 1,000 Cubic Feet of gas.
- o The term "Minimum Rate" shall mean the applicable minimum rates listed on the Summary of Rates and Charges in Company's FERC Gas Tariff as such rates may change from time to time subject to Commission approval.
- o The term "month" shall mean the period beginning at 9:00 a.m. CCT on the first day of the calendar month and ending at 9:00 a.m. CCT on the first day of the next succeeding calendar month.
- o The term "Monthly Cash Out" shall mean payment pursuant to Section 6 of Company's Rate Schedules LMS-MA or LMS-PA.
- o The term "NAESB" shall mean the North American Energy Standards Board. The term "WGQ" shall mean Wholesale Gas Quadrant.
- o The term "Netting" shall describe the process of resolving imbalances for a Customer or its Agent within an Operational Impact Area. [2.2.3]
- o The term "New Facilities Charge" means an amount Company charges Customer to recoup some or the entire cost (including income tax effects resulting from such reimbursement) of facilities constructed at the Customer's request.
- o The term "OBA" shall mean Operational Balancing Agreement.
- o The term "Operational Flow Order" or "OFO" is an order issued to alleviate conditions, inter alia, which threaten or could threaten the safe operations or system integrity, of Company's system or to maintain operations required to provide efficient and reliable firm service. Whenever Company experiences these conditions, any pertinent order should be referred to as an Operational Flow Order. [1.2.6]
- o The term "Operational Impact Area" shall mean the largest possible area(s) on Company's system in which imbalances have a similar operational effect. For imbalance resolution, Company shall designate its entire pipeline system as a single Operational Impact Area. [2.2.2]

- o The term "Out-of-Direction" shall mean a firm nomination line item that has a nominated flow direction opposite of the Service Requester's current Transportation Path direction.
- o The term "Parking Point" relative to a Customer shall mean the Parking Points as shown or referenced on Exhibit A to such Customer's PAL Agreement where such Customer can park gas quantities on Company's system pursuant to such Agreement.
- o The term "Person" shall mean an individual, a corporation, a limited liability company, a partnership, an association, a joint venture, a trust, an unincorporated organization or a government or political subdivision thereof; and pronouns shall have a similarly extended meaning.
- o The term "Primary Delivery Point" for a given firm transportation agreement shall mean the Delivery Point at which the firm Customer currently has assigned its primary scheduling rights.
- o The term "Primary Receipt Point" for a given firm transportation agreement shall mean the Receipt Point at which the firm Customer currently has assigned its primary scheduling rights.
- o The term "Receipt Point(s)" shall mean the point or points listed on Company's Informational Postings web site for receipt of gas for Customer's account.
- o The term "Release Quantity" shall mean the maximum quantity that a Customer releases under Section 21 of these General Terms and Conditions, whether for temporary or permanent assignment.
- o The term "Releasing Shipper" shall mean any Customer that releases capacity pursuant to the provisions of Section 21 of these General Terms and Conditions.
- o The term "Replacement Shipper" shall mean a Person who has obtained firm transportation capacity from a Releasing Shipper.
- o The term "Scheduled Quantity" or "Scheduled Quantities" shall mean the quantity of natural gas that (i) Customer nominates for receipt at a Receipt Point (including fuel use and gas lost and unaccounted for) or the quantity that Company redelivers to Customer at a Delivery Point; or that (ii) the Balancing Party confirms pursuant to Section 3 of Company's Rate Schedules LMS-MA or LMS-PA; or that (iii) Company schedules for receipt or delivery at a Lending Point, Parking Point, SA Point, or Transfer Point.
- o The term "Service Requester" shall mean a Customer or its Nomination Agent (one who has been pre-designated by Customer to serve in such role). If a Customer elects to use a Nomination Agent for a given service agreement, the Nomination Agent replaces the Customer as the sender of the nomination information as well as the receiver of the nomination-related information from Company for such agreement.
- o The term "Stranded Allocated Capacity" shall mean pipeline and/or point capacity that has been allocated by Company to a given Customer in a supported nomination and scheduling cycle that was not fully confirmed by the upstream and/or downstream confirming party(ies).
- o The term "Supply Aggregation Point" (SA Point) shall mean a non-physical point on Company's system which serves as a single location to aggregate nominated quantities of gas received and delivered pursuant to Rate Schedule SA.
- o The term "System" shall mean Company's computer information and scheduling system, accessed through Company's interactive Internet web site or through Electronic Data Interchange. "Electronic Data Interchange" or "EDI" shall mean electronic communication

through means other than Company's System that complies with the Electronic Delivery Mechanism Standards of the North American Energy Standards Board Wholesale Gas Quadrant ("NAESB WGQ").

- o The term "Third Party Account Administrator" is a Title Transfer Tracking Service Provider other than Company. [1.2.17]
- o The term "Title" shall be the term used to identify the ownership of gas. [1.2.13]
- o The term "Title Transfer" shall be the term used to reflect the change of Title to gas between parties at a location. [1.2.14]
- o The term "Title Transfer Nomination" shall mean a nomination line item requesting the service of Title Transfer Tracking and is sent by an Account Holder to a Title Transfer Tracking Service Provider. [1.2.19]
- o The term "Title Transfer Tracking" shall be the process of accounting for the progression of Title changes from party to party that does not effect a physical transfer of gas. [1.2.15]
- o The term "Title Transfer Tracking Service Provider" (TTTSP) shall be a party conducting the Title Transfer Tracking activity. [1.2.16]
- o The term "Total Heating Value," when applied to a cubic foot of gas, shall mean the number of Btu's produced by the complete combustion with air, at constant pressure, of one anhydrous (dry) cubic foot of gas under a pressure of 14.73 psia and a temperature of 60 degrees Fahrenheit and when the products of combustion are cooled to the initial temperature of the gas and air and the water formed by combustion is condensed to the liquid state.
- o The term "Transfer Point" shall be used to describe a point on Company's system where, for purposes of scheduling and nominations, in-line transfers of gas from one transportation agreement to another shall occur.
- o The term "Transportation Path" shall mean the pipeline path and flow direction from and including the farthest Receipt Point to and including the farthest Delivery Point as stated in the Exhibit A for each firm transportation agreement contracted on Company's system.
- o The term "Transportation Quantity" shall mean the quantity of natural gas specified in Customer's Firm Transportation Agreement that Company obligates itself to be ready to transport and deliver each day on behalf of Customer.
- o The term "Variable Load Point" shall be defined as a physical delivery point of interconnection on Company's system directly supplying an end-use market whose load requirements are expected to fluctuate widely during the day, month, or year. An OBA must be executed at a Variable Load Point.
- o The term "Variable Load Point Customer" is a party receiving balancing services from a Balancing Provider under Rate Schedule TPB.
- o The term "volume," where used herein or in a gas service contract, shall mean the number of Mcf adjusted for heat content (in Dekatherms) as applicable.
- o The term "year" shall mean a period of 365 consecutive days; provided, however, that any such year which contains a date of February 29 shall consist of 366 consecutive days.

2. GAS QUALITY AND PRESSURE

2.1 Standards

The provisions set forth below shall apply to all gas delivered to Company by Customer:

- (a) All gas shall have a Total Heating Value of not less than nine hundred sixty-seven (967) Btu's per cubic foot, and not more than eleven hundred (1100) Btu's per cubic foot.
- (b) All gas shall be commercially free (at prevailing pressure and temperature in Company's pipeline) from objectionable odors, dust, hydrocarbon liquids, water and any other substance that might become separated from the gas in Company's facilities, and Customer shall furnish, install, maintain and operate such drips, separators, heaters, and other mechanical devices as may be necessary to effect compliance with such requirements (after having secured the prior approval of Company as to the design and construction of such facilities, which approval shall not be unreasonably withheld).
- (c) All gas shall not contain more than twenty (20) grains of total sulphur, nor more than one fourth (1/4) of one grain of hydrogen sulphide per one hundred (100) cubic feet.
- (d) All gas shall not contain more than two-tenths of one percent (0.2%) by quantity of oxygen and Customer shall make every reasonable effort to keep the gas free of oxygen.
- (e) All gas shall not contain more than four percent (4%) by quantity of a combined total of carbon dioxide and nitrogen components; provided however, that the total carbon dioxide content shall not exceed three percent (3%) by quantity.
- (f) The temperature of all gas shall not exceed one hundred twenty degrees (120°) Fahrenheit.
- (g) All gas shall have been dehydrated by Customer for removal of entrained water present therein in a vapor state and in no event contain more than seven (7) pounds of entrained water per million cubic feet; at a pressure base of fourteen and seventy-three hundredths (14.73) pounds per square inch and a temperature of sixty degrees (60°) Fahrenheit as determined by dew-point apparatus in accordance with procedures and equipment selected by Company on a reasonable basis.

2.2 Prior Approval of Gas Quality Facilities

The design and construction of any facilities to be installed by any party, in order to comply with the quality specifications in Subsection 2.1 above, shall be approved by Company prior to such facilities being placed in service; such approval not to be unreasonably withheld.

2.3 Gas Quality Testing

Tests to determine sulphur, hydrogen sulphide, oxygen, carbon dioxide and nitrogen content shall be made by approved standard methods in general use in the gas industry.

2.4 Refusal of Out of Quality Specification Gas

As to gas which fails to meet the quality specifications set out in Subsection 2.1 above, or, if applicable, the quality specifications set out in the transportation agreement or applicable Rate Schedule, Company shall have the right to refuse to accept delivery of such gas and in the event Customer does not correct the quality deficiency within 48 hours Company may terminate all receipts under the transportation agreement involving the deficient gas.

Nothing in this Section 2 shall limit Company's right to waive any quality specifications set forth in this Section 2, provided that Company's acceptance of non-conforming gas will not in the sole judgment of Company adversely impact Company's pipeline facilities, operations or deliveries. Company's decision to accept non-conforming gas shall be exercised on a not unduly discriminatory basis taking into account such factors including, but not limited to, the degree to which gas does not meet the quality specifications, prevailing operating conditions, and whether and to what extent Customer pairs nominations of non-conforming gas with nominations of gas meeting the quality specifications such that the Customer's combined nominations of gas can be blended to meet the quality specifications. Company's exercise of a waiver of any quality specifications shall not operate or be construed as a future waiver of the quality specifications, whether of a like or of a different character.

2.5 Reimbursement of Equipment or Repair Costs

Notwithstanding the exercise by Company of the options in Subsection 2.4 above, Customer shall use its best efforts to correct any quality deficiency in the gas tendered for transportation. Further notwithstanding Company's election under Subsection 2.4 above, Customer shall reimburse Company for all expenses incurred in repairing damages to Company's facilities resulting from deliveries of gas which do not conform to the quality specifications set forth in Subsection 2.1 above.

Company shall have the right to collect from all Customers delivering gas to Company at a common Receipt Point their pro rata share of the cost of any additional gas analysis and quality control equipment which Company, at its reasonable discretion, determines is required to be installed at such Receipt Point to monitor the quality of gas delivered. With respect to Customer subject to Rate Schedule(s) FT-A, FT-B, FT-C, FT-D, FT-GS, and/or IT, the collection shall be by means of an Incidental Charge.

2.6 Separation, Dehydration and Processing

Company at its reasonable discretion may require that some or all of the gas to be transported be processed to remove liquid and liquefiable hydrocarbons prior to delivery to Company or may require evidence that satisfactory arrangements have been made for the removal of liquid and liquefiable hydrocarbons at a separation and dehydration and/or processing plant on Company's system. In the event separation and dehydration and/or processing is to occur after delivery of transportation gas to Company, Company and Customer shall determine a mutually agreeable charge for the transportation of liquid and liquefiable hydrocarbons.

2.7 Transfer Pressure

Customer shall deliver gas to Company at the pressure required from time to time to enable the gas to enter Company's facilities at the Receipt Points, but the pressure of gas delivered into Company's system shall not exceed Company's maximum allowable operating pressure. Company shall deliver gas to Customer or Customer's designee at Company's line pressure existing at the Delivery Point(s), provided that the maximum pressure shall be Company's line pressure at the Point(s) of Delivery and the minimum pressure shall be 100 pounds per square inch gauge.

2.8 Posting of Gas Quality Data

2.8.1 Required Posting

Company shall provide on its Informational Postings Web Site daily average gas quality information for prior Gas Day(s), to the extent available, for location(s) that are representative of mainline gas flow. [4.3.90]

The following are examples of gas quality attributes that could be included in the posting for the applicable Gas Day(s) and location(s) [4.3.90]:

- Heating Value
- Hydrocarbon Components (% of C1 - Cnn)
- Specific Gravity
- Water
- Nitrogen
- Carbon Dioxide
- Oxygen
- Hydrogen
- Helium
- Total Sulfur
- Hydrogen Sulfide
- Carbonyl Sulfide
- Mercaptans
- Mercury and/or other contaminants being measured
- Other pertinent gas quality information that is specified in Subsection 2.1 above of the General Terms and Conditions of Company's FERC Gas Tariff.

Data provided pursuant to NAESB WGQ Standard No. 4.3.90 shall be made available on Company's Informational Postings Web Site for the most recent three-month period. Beyond the initial three-month period, the historical data shall be made available offline in accordance with regulatory requirements. [4.3.91]

The information available for the identified location(s) shall be provided in a downloadable format. [4.3.90] Data provided pursuant to NAESB Standard No. 4.3.90 shall be provided in a tabular downloadable file as described by Company. The first row of the file shall contain the column headers and data shall begin on the second row of the file. In addition, one of the columns shall contain the applicable Gas Day. [4.3.92]

Company shall provide on its Informational Postings Web Site a link to the natural gas quality provisions within the General Terms and Conditions of Company's FERC Gas Tariff. [4.3.89]

2.8.2 Discretionary Posting

For any location(s), Company may, at its discretion, elect to provide gas quality information in addition to that specified in NAESB WGQ Standard No. 4.3.90. Company may choose how to provide the information. [4.1.40]

2.8.3 Compliance with Gas Quality Requirements

In any event, compliance with gas quality requirements is in accordance with Subsection 2.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

3. MEASUREMENT REPORTING AND SCHEDULING OF RECEIPTS AND DELIVERIES

3.1 Reporting Unit of Measurement

The reporting unit for energy quantities transported and used by Company will be Dekatherms at the standardized reporting basis as defined by NAESB WGQ.

3.2 Measurement Reporting

The volume and the Total Heating Value of gas received and delivered by Company shall be determined for all purposes, including invoicing by Company and payment by Customers and LMS-MA and LMS-PA parties, on the basis of the electronic measurement equipment installed by Company at receipt and delivery points.

3.2.1 Unit of Volume

The unit of volume, for the purpose of measurement, shall be defined as one cubic foot (1cf) of gas at a temperature of sixty degrees (60) Fahrenheit, and at a pressure of thirty-three hundredths (.33) pounds per square inch above an assumed atmospheric pressure of fourteen and four tenths (14.4) pounds per square inch resulting in a pressure base of (fourteen and seventy-three hundredths (14.73) pounds per square inch absolute pressure).

3.2.2 Determination of Gas Temperature

The temperature of the gas passing through the meters shall be determined, continuously by a recording thermometer so installed that it may properly record the degrees Fahrenheit temperature of the gas flowing through the meters. The arithmetic averages of the temperature recorded each day shall be used in computing the measured volume of gas in Mcf.

3.2.3 Determination of Total Heating Value

The Total Heating Value of the gas per cubic foot (Btu/cf) shall be determined by taking the average of the heating values as determined each day by a chromatograph or the chromatographic analysis of a collected gas sample, or any other method mutually agreed upon.

The average (flow-weighted) heating value of the gas per cubic foot (Btu/cf) for a unit of time shall be determined by the total Dekatherm quantity measured divided by the corresponding total volume of gas, in Mcf, multiplied by 1000.

3.2.4 Determination of Specific Gravity

The specific gravity of the gas delivered shall be determined by the use of chromatographic analysis or any other method mutually agreed upon. Determination of the specific gravity and heating value per cubic foot (Btu/cf) shall be determined at approximately the same time or from the same analyzed gas sample.

3.2.5 Deviation from Boyle's Law

The deviation of the natural gas from Boyle's Law shall be determined by the use of the tables of formulae published by the American Gas Association Par Research Project NX-19 corrected for carbon dioxide (CO₂) and nitrogen (N₂), or any applicable formulae published by the American Gas Association. The molecular percentage of N₂ and CO₂ shall be determined at approximately the same time or from the same analyzed gas sample used for the determination of heating value and shall be used to determine the compressibility factors, with corrections for temperature and pressure.

3.2.6 Calculation of Dekatherm Quantity

The measured Dekatherm quantity of natural gas shall be determined by multiplying the volume of gas in Mcf by the ratio of the heating value per cubic foot to 1,000.

3.3 Measurement Closing

The closing of measurement shall be no later than the fifth (5th) Business Day after the close of the production month.

3.4 Allocation of Receipt and Delivery Point Measurement

3.4.1 Allocation of Receipts Pursuant to Operational Balancing Agreement

Unless prohibited by applicable law or regulation, the Dekatherm quantity of gas received by Company at any receipt point shall be allocated in accordance with the allocation procedures specifically agreed to by Company and the Balancing Party at the receipt point(s) as set forth in the Operational Balancing Agreement governing the point; provided, however, Company will not be required to enter into such arrangements with a party if that party does not meet Company's creditworthiness provisions set forth in Section 25 of the General Terms and Conditions.

3.4.2 Allocation of Deliveries Pursuant to the Operational Balancing Agreement

Unless prohibited by applicable law or regulation, the Dekatherm quantity of gas delivered by Company at any delivery point shall be allocated in accordance with the allocation procedures specifically agreed to by Company and the Balancing Party, as set forth in the Operational Balancing Agreement governing the point provided, however, Company will not be required to enter into such allocating arrangements with: (i) a party if that party does not meet Company's creditworthiness provisions set forth in Section 25 of the General Terms and Conditions or, (ii) a market aggregator if the aggregator does not demonstrate that it has the physical or contractual ability to control the flow of gas at the applicable delivery point(s) and the contractual right to allocate gas deliveries at such point(s).

3.4.3 Allocation of Receipts/Deliveries in Absence of Operational Balancing Agreement

In the absence of a point allocation methodology at a given point as described above due to the lack of an Operational Balancing Agreement or for other reasons, the interconnected party shall advise Company, prior to the commencement of the day, of a Pre-determined Allocation ("PDA") methodology to be utilized in allocating scheduled receipts or deliveries among all parties and scheduling services at such points; provided that such methodology must allocate flows based on scheduled quantities.

Company shall accept NAESB WGQ-approved allocation methodology types from the upstream or downstream custody transfer party who is providing the point confirmation. [2.3.19]

Company shall confirm receipt of the PDA within 15 minutes. Confirmation of receipt of PDAs transmitted via EDI shall be Company's PDA quick response via EDI. Confirmation of receipt of PDAs transmitted via facsimile shall be the sending party's facsimile transmission report.

In the absence of receipt of a PDA, Company shall allocate quantities received or delivered at a certain point in proportion to the Scheduled Quantities.

Company shall operate in a manner such that allocated quantities will equal scheduled quantities for gas quantities into and out of a Title Transfer Tracking Service Provider ("TTTSP") from or to a pool(s). Company shall not be required to accept PDAs for those transactions nor separately provide, or transmit, Allocations to parties to such transactions. [1.3.71]

Where the allocated quantities with respect to a TTTSP are different than the scheduled quantities provided by Company to the TTTSP, for the same period, Company shall provide to the TTTSP Allocations (NAESB WGQ Standard No. 2.4.3) for the quantities into the TTTSP. In addition, Company shall either accept:

- (i) Allocations from the TTTSP, or,
- (ii) PDAs from the TTTSP.

Such information shall be delineated at the level of the nomination line items provided by the TTTSP to Company for the purpose of allocating quantities out of the TTTSP. [1.3.71]

3.4.4 Notification of Allocation Rules

Upon receipt of a request from a Service Requester at a given point, Company will notify such Service Requester of the applicable rules governing the allocation of Service Requester's gas at the point.

3.4.5 Time Limit for Allocation Disputes

The time limitation for disputes of allocations shall be 6 months from the date of the initial month-end allocation with a 3-month rebuttal period. This standard shall not apply in the case of deliberate omission or misrepresentation or mutual mistake of fact. Parties' other statutory or contractual rights shall not otherwise be diminished by this standard. Mutual agreement between parties, legal decisions, and regulatory guidance may be necessary to determine if the event qualifies for an extension of the above time periods. [2.3.26]

3.5 Access to System to Transact Business

All Nominating and Confirming Parties are responsible for purchasing and maintaining the equipment reasonably necessary to communicate with the System and for using the System for all transactions relating to transportation services.

3.6 Nominations

3.6.1 Standard Nomination and Confirmation Timeline

Company shall support the following standard nomination cycles (all times are CCT pursuant to NAESB WGQ Standard No. 0.3.17) [1.3.2]:

(i) The Timely Nomination Cycle

On the day prior to gas flow:

1:00 p.m. Nominations leave control of the Service Requester;
1:15 p.m. Nominations are received by the Company (including from Title Transfer Tracking Service Providers (TTTSPs));
1:30 p.m. Company sends the Quick Response to the Service Requester;
4:30 p.m. Company receives completed confirmations from Confirming Parties;
5:00 p.m. Service Requester and Point Operator receive scheduled quantities from the Company.

Scheduled quantities resulting from Timely Nominations shall be effective at the start of the next Gas Day.

(ii) The Evening Nomination Cycle

On the day prior to gas flow:

6:00 p.m. Nominations leave control of the Service Requester;
6:15 p.m. Nominations are received by the Company (including from TTTSPs);
6:30 p.m. Company sends the Quick Response to the Service Requester;
8:30 p.m. Company receives completed confirmations from Confirming Parties;
9:00 p.m. Company provides scheduled quantities to the affected Service Requester and Point Operator, including bumped parties (notice to bumped parties).

Scheduled quantities resulting from Evening Nominations shall be effective at the start of the next Gas Day.

(iii) The Intraday 1 Nomination Cycle

On the current Gas Day:

10:00 a.m. Nominations leave control of the Service Requester;
10:15 a.m. Nominations are received by the Company (including from TTTSPs);
10:30 a.m. Company sends the Quick Response to the Service Requester;
12:30 p.m. Company receives completed confirmations from Confirming Parties;
1:00 p.m. Company provides scheduled quantities to the affected Service Requester and Point Operator, including bumped parties (notice to bumped parties).

Scheduled quantities resulting from Intraday 1 Nominations shall be effective at 2:00 p.m. on the current Gas Day.

(iv) The Intraday 2 Nomination Cycle

On the current Gas Day:

2:30 p.m. Nominations leave control of the Service Requester;
2:45 p.m. Nominations are received by the Company (including from TTTSPs);
3:00 p.m. Company sends the Quick Response to the Service Requester;
5:00 p.m. Company receives completed confirmations from Confirming Parties;
5:30 p.m. Company provides scheduled quantities to the affected Service Requester and Point Operator, including bumped parties (notice to bumped parties).

Scheduled quantities resulting from Intraday 2 Nominations shall be effective at 6:00 p.m. on the current Gas Day.

(v) The Intraday 3 Nomination Cycle

On the current Gas Day:

7:00 p.m. Nominations leave control of the Service Requester;
7:15 p.m. Nominations are received by the Company (including from TTTSPs);
7:30 p.m. Company sends the Quick Response to the Service Requester;
9:30 p.m. Company receives completed confirmations from Confirming Parties;
10:00 p.m. Company provides scheduled quantities to the affected Service Requester and Point Operator.

Scheduled quantities resulting from Intraday 3 Nominations shall be effective at 10:00 p.m. on the current Gas Day. Bumping is not allowed during the Intraday 3 Nomination Cycle.

- (vi) For purposes of NAESB WGQ Standard No. 1.3.2 (ii), (iii), (iv), and (v), the word "provides" shall mean, for transmittals pursuant to NAESB WGQ Standards 1.4.x, receipt at the designated site, and for purposes of other forms of transmittal, it shall mean send or post. [1.3.2(vi)]

3.6.2 Transmittal Nominations

Upon execution of a service agreement, the Service Requester shall send its nomination(s) to Company through the System with the information specified pursuant to the currently effective NAESB standards, as set forth in this Tariff.

If the System is unavailable for nomination purposes, the Service Requester may send its nomination(s) to Company by facsimile.

No transportation service will commence unless or until Company has received the nomination(s) through the System or by facsimile in the event the System is unavailable, and all applicable upstream/downstream connected parties have submitted to Company the information required by Section 3 of Rate Schedules LMS-MA or LMS-PA, as applicable.

3.6.3 Responsibility to Confirm Nominations

The Confirming Parties at the applicable Receipt and Delivery Points will confirm with Company through the System that Service Requester's nominated quantities will be received or delivered.

If the System is unavailable, the Confirming Party may send its confirmation to Company by facsimile.

Company has determined that it will employ the confirmation process in its interactions with a TTTSP including a TTTSP acting as Company's agent, if any. Company shall also offer to employ with similarly situated TTTSPs, and may at its discretion require that other TTTSPs employ, the confirmation process in addition to the nomination on behalf of process for the purpose of coordinating activities at Company's locations with respect to Title Transfer Tracking. [1.3.77]

With respect to Title Transfer Tracking activity, when a reduction on a party's delivery side occurs at a location, and Company does not keep the party whole, Company shall pass the reduction to the appropriately ranked receipt transaction. When a reduction on a party's receipt side occurs at a location, and Company does not keep the party whole, Company shall pass the reduction to the appropriately ranked delivery transaction. [1.3.76]

Absent ranking information provided by the Third Party Account Administrator and absent a contrary mutual agreement to proceed otherwise, where transactions related to Third Party Account Administrator activities are not balanced at the end of any confirmation cycle, transactions entering the Third Party Account Administrator (receipt) or leaving the Third Party Account Administrator (delivery), whichever is higher, shall be reduced pro rata to match the total of the transactions on the other side of the Third Party Account Administrator. [1.3.72]

3.6.4 Change in Scheduled Transportation Service Via Nomination

For purposes of requesting any change in previously scheduled transportation service, Customer will send its nomination(s) via the System to Company when necessary pursuant to the NAESB WGQ standard nomination timelines stated in Subsection 3.6.1 above.

Company shall attempt to confirm such nomination changes with the corresponding Confirmation Parties pursuant to the NAESB WGQ standard nomination timelines stated in Subsection 3.6.1 above.

If Company is unable to confirm such nomination changes with the corresponding Confirmation Parties, Company shall utilize NAESB WGQ Standard No. 1.3.22 to direct how such nomination change is to be treated.

3.6.5 Duration of Timely and Evening Nominations

The service specified for a given scheduled timely and/or evening nomination shall be effective commencing at the start of the Gas Day on the beginning calendar day and terminating at the start of the Gas Day on the ending calendar day provided that the requested time period is wholly within the term of the applicable service agreement pursuant to which the nomination is submitted.

Company shall attempt to confirm Intraday 1, 2 and 3 Nomination changes subject to the restrictions set forth in Subsection 3.6.8 below.

3.6.6 Treatment of Hourly Requests During Off Hours

A Service Requester may request a change in its nomination quantity sixty minutes in advance to be effective on any hour of the day between 11:00 p.m. CCT and 8:00 a.m. CCT by making an hourly nomination request via the System.

It is the responsibility of the Customer to verbally notify Company's Gas Control Department that an hourly request is desired.

Upon verbal notice of an hourly request, Company shall attempt to confirm such request subject to the restrictions set forth in Subsection 3.6.8.

3.6.7 Nomination Quantity

All nominations, including intraday nominations and hourly requests, shall be stated in terms of a daily transportation quantity.

Company shall not be required to schedule an intraday nomination or an hourly request where the nominated quantity exceeds the Maximum Daily Quantity permitted under the service agreement pursuant to which service is requested or which would require Company to provide an unreasonably excessive change in the hourly flow rate contrary to Subsection 4.5 of Rate Schedule(s) FT-A, FT-B, FT-C, FT-D or Subsection 4.4 of Rate Schedule FT-GS.

Company shall not be required to schedule any intraday nomination or hourly request for a quantity that is less than the quantity of gas that has been scheduled to flow on such day prior to the effective time of such intraday nomination or hourly request.

The last daily nominated quantity stated in an intraday nomination or an hourly request received with respect to a given Gas Day shall be deemed to be the valid nomination quantity for such day and shall supersede any previous nomination quantity for such Gas Day.

An intraday nomination or hourly request shall terminate at the end of the day for which it was submitted and the nomination in effect prior to the submission of any intraday nomination or hourly request for such day shall continue in effect for the time period stated in the nomination or request.

Company shall also make available to the Service Requester at the end of the Gas Day information on any intraday or hourly nomination that is scheduled or not scheduled for delivery and on any scheduled nomination that is amended or changed by Company.

3.6.8 Bump Protection

Company shall not schedule an intraday nomination or hourly request change, if the result of scheduling such nomination or request would be to bump flowing and/or scheduled transportation under any firm primary or secondary service.

Company shall give an intraday nomination submitted by a firm Customer priority over nominated and scheduled gas quantities for Customers flowing gas quantities with a priority below secondary firm service.

Company shall provide bump notice by the notice procedures set forth in Subsection 8.5 of the General Terms and Conditions to the bumped Customers.

Company will not permit bumping for intraday nominations submitted during the Intraday 3 Nomination Cycle.

3.7 Capacity Allocation, Confirmation and Scheduling Processes

If nominated quantities exceed stated pipeline or point capacity at any location on Company's system for a given scheduling cycle, Company shall attempt to allocate nominated quantities of gas as set forth in Subsections 3.7.1 and 3.7.2 prior to confirmation with the interconnecting parties.

Company shall deem nominated quantities to be scheduled once the capacity allocation, and confirmation and scheduling processes are completed for a given scheduling cycle.

3.7.1 Allocation of Pipeline Capacity

In those instances in which the aggregate quantity of all validated nominations in a given flow direction exceed the physical capacity of Company's system at a specific pipeline location or segment, Company will allocate capacity to the validated nominations at the constrained pipeline location in the priority categories specified below (listed from highest to lowest).

- (a) Firm nominations with a flow direction opposite of the physical flow direction at a constrained pipeline location.

Such nomination class will be initially allocated capacity at this priority level given that it potentially creates capacity at the constrained location.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's Transportation Quantity.

- (b) Firm nominations with a flow direction in the same direction as the physical flow direction at a constrained pipeline location.

If required, Company shall prioritize nominations within this nomination class as follows:

- (i) In-Path, In-Direction (IPID) firm transportation nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's Transportation Quantity.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

- (ii) In-Path, Out-of-Direction (IPOD) firm transportation nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's Transportation Quantity.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

- (iii) Out-of-Path, In-Direction (OPID) firm transportation nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's Transportation Quantity.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

- (iv) Out-of-Path, Out-of-Direction (OPOD) firm transportation nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's Transportation Quantity.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

- (c) Interruptible nominations.

If required, Company shall prioritize nominations within this nomination class on the basis that the Customer paying the higher interruptible transportation rate shall receive a higher queue position than those paying a lower interruptible transportation rate.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's validated nomination quantity.

- (d) Authorized overrun nominations.

If required, Company shall prioritize nominations within this nomination class on the basis that the Customer paying the higher overrun transportation rate shall receive a higher queue position than those paying a lower overrun transportation rate.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's validated nomination quantity.

3.7.2 Allocation of Point Capacity

In those instances in which the aggregate net quantity of all validated nominations exceed Company's physical capacity to receive gas at a specific Receipt Point or deliver gas at a specific Delivery Point, Company will allocate capacity to the validated nominations at the constrained point location in the following priority categories specified below (listed from highest to lowest).

- (a) Firm nomination quantities in the opposite direction of the net nominated quantity at the constrained point location.

Such nomination class will be initially allocated capacity given that it potentially adds capacity at the point in the direction of the constraint.

- (b) Firm nomination quantities in the same direction as the net nominated quantity at the constrained point location.

If requested, Company shall prioritize nominations within this nomination class as follows:

(i) Primary scheduling rights firm nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's primary scheduling rights at such location.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

(ii) Secondary In-Path (SIP) firm nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's secondary scheduling rights at such location.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

(iii) Secondary Out-of-Path (SOP) firm nominations.

Pro rata allocation of capacity within this nomination class, if necessary, will be based on Customer's secondary scheduling rights at such location.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

(c) Interruptible nominations.

If required, Company shall prioritize nominations within the nomination class on the basis that the Customer paying the higher interruptible transportation rate shall receive a higher queue position than those paying a lower interruptible transportation rate.

Pro rata allocation of capacity within this nomination class for two or more Customers at an equal rate, if necessary, will be based on Customer's validated nominated quantity.

If all available constrained capacity is allocated to this nomination class, Company will cease the allocation process at this step.

(d) Authorized overrun nominations.

If required, Company shall prioritize nominations within the nomination class on the basis that the Customer paying the higher overrun transportation rate shall receive a higher queue position than those paying a lower overrun transportation rate.

Pro rata allocation of capacity within this nomination class for two or more Customers at an equal rate, if necessary, will be based on Customer's validated nominated quantity.

3.8 Partial Curtailment or Full Interruption of Scheduled Capacity

3.8.1 Allocation of Scheduled Capacity Due to Capacity Limitations

If, on any day, Company determines that the capacity of its system, or any portion thereof including the point(s) at which gas is tendered for transportation, is insufficient to serve all Customers that are scheduled to receive service on such day, then capacity that

requires allocation shall be allocated in a manner that results in curtailment of capacity, to zero if necessary, sequentially in reverse order to the scheduling priorities provided for in Subsection 3.7 above.

Once scheduled, Rate Schedule FT-A, FT-C, FT-D and FT-GS Customers with secondary capacity scheduling rights at a given point shall be considered to have an equal curtailment allocation priority with Rate Schedule FT-A, FT-C, FT-D and FT-GS Customers with primary capacity scheduling rights at such point.

3.8.2 Allocation of Scheduled Capacity Due to Loss of Line Pack

If Company experiences an unanticipated loss of line pack due to the under delivery of gas quantities by Customer(s) to Company's mainline, then:

- (a) if the deficient source is known, Company will curtail the corresponding scheduled firm and/or interruptible markets; or
- (b) if the deficient sources are undeterminable, then Company will localize the smallest affected area, and will curtail scheduled interruptible service first in reverse scheduling order and then scheduled firm services will be curtailed pro rata; provided that verifiable Receipt Point gas quantities will not be subject to a deficiency of receipts curtailment.

To the extent that information concerning the deficient source is, or becomes available, Company will provide such information via the System to all curtailed Customers.

3.9 Customer Imbalances

3.9.1 Customer's Duty to Control Imbalances

A Customer receiving any transportation service from Company will use, or will cause any party receiving or delivering Customer's gas to use all reasonable efforts to ensure that receipts and deliveries of gas equal the Scheduled Quantities.

A Customer receiving service from Company at a Receipt and/or Delivery Point(s) not covered by an Operational Balancing Agreement shall also be responsible for controlling, and if necessary, adjusting receipts and deliveries of gas to maintain a balance between such receipts, deliveries, and the corresponding Scheduled Quantities.

To the extent a Customer is out of balance at a point not covered by an Operational Balancing Agreement, such Customer will be subject to the daily and monthly balancing provisions contained in the Rate Schedule LMS-MA for Delivery Points or Company's Rate Schedule LMS-PA for Receipt Points. Imbalances at such points will be allocated pro rata based on Scheduled Quantities.

3.9.2 Balancing at Contract Termination

Following the termination of the service agreement, Customer shall be required to "cash out" any remaining excess or deficiency in receipts and deliveries in accordance with the procedures established in the Rate Schedules LMS-MA and LMS-PA, unless Company and Customer agree otherwise.

3.10 Imbalance Trading

Company shall allow a Customer, or its Agent, to net Customer imbalances within the same Operational Impact Area on and across Agreements and to trade Customer imbalances within the same Operational Impact Area. [2.3.30]

Company shall provide the ability to post and trade Customer imbalances until at least the close of the 19th Business Day of the month. [2.3.41]

An Authorization to Post Imbalances (pursuant to NAESB WGQ Standard No. 2.4.9) that is received by Company by 11:45 a.m. shall be effective by 8:00 a.m. the next Business Day. An imbalance that is previously authorized for posting shall be posted on or before the ninth Business Day of the month. [2.3.40]

Company shall provide the ability to view and, upon request, download posted Customer imbalances. [2.3.42]

Customer imbalances to be posted for trading shall be authorized by Customer. [2.3.43]

Company shall not be required to post a Customer imbalance that has a quantity of zero. [2.3.44]

When trading Customer imbalances, a quantity shall be specified. [2.3.45]

An imbalance trade may only be withdrawn by the Initiating Trader and only prior to the Confirming Trader's confirmation of the trade. A Customer imbalance trade is considered final when confirmed by the Confirming Trader and effectuated by Company. [2.3.47]

Company shall recognize two types of Netting: summing and offsetting. Summing is the process of accumulation of all imbalances above any applicable tolerances for a Customer or its Agent. Offsetting is the process of combining positive and negative imbalances above any applicable tolerances for a Customer or its Agent. [2.2.3]

3.11 Times

Unless a provision of this FERC Gas Tariff expressly states otherwise, all times are Central Clock Time (CCT) [0.3.17].

4. MEASURING EQUIPMENT

4.1 Company's Measuring Equipment

Company shall install, maintain, and operate electronic measurement equipment, including Supervisory Control and Data Acquisition ("SCADA"), at all meters that shall be used to measure the quantity and Total Heating Value of gas received and delivered by Company that have a Maximum Daily Quantity of more than 5,000 Dekatherms per day.

The cost of such equipment installed by Company shall be borne by the Balancing Party at each receipt and delivery point or the Customers using the point as a Primary Receipt and Delivery Point. Gas delivered shall be measured and determined in accordance with Subsection 3.2 of the General Terms and Conditions.

4.1.1 Orifice Meters

Orifice meters, if used, shall be installed, and gas quantities computed, in accordance with American National Standard Bulletin ANSI/API 2530, Orifice Metering of Natural Gas, dated September, 1985, and any modification and amendments thereof, and shall include the use of flange connections and straightening vanes.

4.1.2 Positive Displacement Meters

Diaphragm or rotary meters, if used shall be installed, and gas quantities computed, in accordance with generally accepted industry practices.

4.1.3 Turbine Meters

Turbine meters, if used, shall be installed, and gas quantities computed, in accordance with American Gas Association report 7, dated November, 1984 and any modifications and amendments thereof.

4.1.4 Electronic Flow Computers

Electronic or other types of flow computers if used, shall be installed, and gas quantities calculated in accordance with generally accepted industry practices.

4.1.5 New Measurement Techniques

If, at any time, a new method or technique is developed with respect to gas measurement or the determination of the factors used in such gas measurement, such new method or technique may be substituted upon mutual agreement thereto by the parties.

4.2 Check Measuring Equipment

Check measuring equipment shall be limited to one Company, one Customer and one Balancing Party where each may install, maintain and operate, at its own expense, such check measuring equipment as desired, provided that such equipment shall be so installed as not to interfere with the operation of the primary measuring equipment or the operation of the facility or the other party's measuring equipment.

4.3 Right to be Present

Company, Customer, or Balancing Party shall have the right to have representatives present at the time of any installing, reading, cleaning, changing, repairing, inspecting, testing, calibrating, or adjusting done in connection with the other's measuring equipment used in measuring or checking the measurement of deliveries of gas under the transportation contract. The records from such measuring equipment shall remain the property of their owner, but, upon request, each will submit to the other its record, together with calculations therefore, for inspection and verification, subject to return within ten days after receipt thereof.

4.4 Reasonable Care

All installation of measuring equipment applying to or affecting deliveries of gas shall be made in such manner as to permit an accurate determination of the quantity of gas delivered and ready verification of the accuracy of measurement. Care shall be exercised by both parties in the installation, maintenance, and operation of pressure-regulating equipment so as to prevent any inaccuracy in the determination of the quantity of gas delivered under the transportation contract.

4.5 Calibration and Test of Meters

The accuracy of Company's, Customer's, or Balancing Party's measuring equipment shall be verified at reasonable intervals and, if requested, in the presence of representatives of Company, Customer, or Balancing Party, but no party shall be required to verify the accuracy of such equipment more frequently than once in any thirty-day period. In the event that a party shall notify the other parties that it desires a special test of any measuring equipment the parties shall cooperate to secure a prompt verification of the accuracy of such equipment. The expense of any such special test, if called for, shall be borne by the requesting party if the measuring equipment tested is found to be in error not more than two percent.

If, upon test, any measuring equipment is found to be in error by not more than two percent, previous recordings of such equipment shall be considered accurate in computing deliveries of gas, but such equipment shall be adjusted at once to record accurately.

If, upon test, any measuring equipment shall be found to be inaccurate by an amount exceeding two percent, at a recording corresponding to the average hourly rate of flow for the period since the last preceding test, than any previous recordings of such equipment shall be corrected to zero error for any period which is known definitely, but in case the period is not known or agreed upon, such correction shall be for a period extending over one-half of the time elapsed since the date of last test, not exceeding a correction period of sixteen days.

4.6 Correction of Metering Errors

4.6.1 Failure of Meters

In the event a meter is out of service or registering inaccurately, the volume of gas delivered shall be determined:

- (a) by using the registration of any check meter or meters, if installed and accurately registering or, in the absence of (a);
- (b) by correcting the error if the percentage of error is ascertainable by calibration, tests, or mathematical calculation; or, in the absence of both (a) and (b);

- (c) by estimating the quantity of delivery by deliveries during periods under similar conditions when the meter was registering accurately.

4.6.2 Measurement Data Correction

Company shall estimate missing or late measurement data and treat actual as a prior period adjustment (PPA), with the measuring party to provide the estimate. [2.3.13]

For treatment of measurement prior period adjustments, Company shall treat the adjustment by taking it back to the production month. A meter adjustment becomes a prior period adjustment after the fifth Business Day following the business month. [2.3.11]

Measurement prior period adjustments shall be reported with the restated line item with new total quantity for the day and the month. [2.3.12]

Measurement data corrections shall be processed within 6 months of the production month with a 3-month rebuttal period. This standard shall not apply in the case of deliberate omission or misrepresentation or mutual mistake of fact. Parties' other statutory or contractual rights shall not otherwise be diminished by this standard. Mutual agreement between parties, legal decisions, and regulatory guidance may be necessary to determine if the event qualifies for an extension of the above time periods. [2.3.14]

4.7 Preservation of Metering Records

Company, Customer, and Balancing Party shall each preserve for a period of at least one year, all test data, charts, and other similar metering records.

5. INVOICING

5.1 General

Compensability of particular products or services shall be determined by Company and its trading partners and/or by the FERC as applicable, but not by NAESB WGQ. [1.1.16]

5.2 Monthly Invoicing Date

On or before the 9th Business Day of the month after the end of the production month, Company shall render to Customer a transportation invoice for such production month. The imbalance statement shall also be rendered prior to or with the invoice. Rendered is defined as postmarked, time-stamped, and delivered (made available) to the designated site. [3.3.14]

5.3 Separate Invoices

Company may render separate invoices for demand charges, for commodity charges, for cash-out charges, and for other charges.

5.4 Format and Content of Invoices

Subject to regulatory and/or contractual consideration for standardizing billing units on invoices, Company shall use Dekatherms, gigajoules or gigacalories, as applicable per NAESB WGQ Standard 1.3.14. [3.3.3]

Unless otherwise agreed, transportation invoices shall state the net billing rate, rather than the maximum discount Tariff rate and the discount amount. [3.3.4]

Company shall differentiate between sales, transportation and storage transactions through charge codes. Sales, transportation and storage invoices shall use the same electronic format. [3.3.5]

Transactions at pooling points shall not be consolidated for billing purposes. [3.3.6]

Transfer imbalances shall be clearly identified in the invoice. [3.3.7]

Invoices shall be based on actuals (if available) or best available data. Quantities at points where OBAs exist shall be invoiced based on scheduled quantities. [3.3.9]

Required invoice backup data shall accompany or precede the invoice. [3.3.10]

Information provided with (sales and transportation) invoices shall be consistent with information previously provided by the billing party, as updated for changes for settlement. [3.3.11]

All statements shall be standardized to the same level of detail. The specific minimum level of detail on invoice, remittance and statement of account shall be guided by the development of the data elements. [3.3.12]

Regarding inadequate detail supporting documentation, supporting documentation shall be provided upon request, with timing of supporting documentation to follow the timing of the flowing gas transactions. [3.3.13]

5.5 Right of Examination

Both Company and Customer shall have the right to examine at any reasonable time the applicable books and records (or portions thereof) of the other to the extent necessary to verify the accuracy of any statement made under or pursuant to the provisions of a service agreement. Upon receipt of a request, the requestee will either send the relevant information to the requestor or will provide the requestor the right to review such information in the requestee's offices.

6. PAYMENTS

6.1 Monthly Payment Date

Customer shall pay Company, at a bank designated by Company, so that payment is received and Company has available funds within ten (10) calendar days from the receipt of the invoice, for the service purchased by Customer during the preceding month and billed by Company pursuant to the Tariff and the service agreement.

Customer shall provide Company with supporting documentation with any payment as well as identify invoice number(s) on all payment(s). [3.3.18]

Party making payment shall submit supporting documentation; party receiving payment shall apply payment per supporting documentation provided by the paying party; and if payment differs from invoiced amount, remittance detail shall be provided with the payment except when payment is made by electronic funds transfer (EFT), in which case, the remittance detail is due within two Business Days of the payment due date. [3.3.17]

If invoice is in dispute, Customer shall pay portion not in dispute and provide documentation identifying basis for the dispute. [3.3.19]

6.2 Remedies for Non-Payment

Should Customer fail to pay the entire amount of any invoice as herein provided when such amount is due, interest on the unpaid portion of such amount shall accrue at the rate of interest set forth in Section 154.501(d) of FERC's regulations from the date when the payment was due until the date payment is made. Interest applicable to such bill will be invoiced to Customer, pursuant to Section 5 of General Terms and Conditions, to the extent that the amount of interest is \$25 or more.

If any portion of an amount so paid to Company by Customer is finally determined to be repayable to Customer, Company shall pay or credit such amount to Customer, together with interest thereon computed at the rate of interest set forth in Section 154.501(d) of FERC's regulations and accrued from the date payment thereof was made by Customer to Company to the date payment or credit thereof is made by Company.

If such failure to pay continues for thirty (30) days after payment is due and Company has provided Customer and the FERC with thirty (30) days' notice that service will terminate due to the non-payment, Company, in addition to any other remedy it may have under the gas service agreement, may terminate the service agreement according to its terms; provided, however, that if Customer in good faith shall dispute the amount of any such invoice or part thereof and shall pay to Company such amounts as it concedes to be correct in addition to providing such remittance detail and documentation identifying the basis for the dispute; and at any time within thirty (30) days after a demand made by Company, shall furnish good and sufficient surety bond, guaranteeing payment to Company of the amount ultimately found due upon such invoices after a final determination, which may be reached either by agreement or judgment of the courts, as may be the case, then Company shall not be entitled to terminate the service agreement until default is made on the conditions of such bond; provided further that should Customer prevail on the dispute, Company shall reimburse Customer for the cost of the surety bond.

6.3 Billing Error

If it shall be found that at any time Customer has been overcharged or undercharged in any form whatsoever under the provisions of this Tariff, or a gas service agreement and Customer shall have actually paid the invoice containing such overcharge or undercharge, then within thirty days after the final determination thereof, Company shall refund the amount of such overcharge and Customer shall pay the amount of any such undercharge; provided, however, that interest calculated in accordance with Subsection 6.2 above shall apply to any overcharge or undercharge not paid or refunded within thirty days from the date of the determination of the amount of the undercharge or overcharge.

If a claim for an adjustment of the amount invoiced in any statement rendered by Company is made, such claim shall include documentation of the error, and the error shall be adjusted within thirty (30) days of the determination thereof; provided that any claim for an adjustment must be made no later than six months from the date the invoice to which the claimed error pertains was rendered unless (i) the parties mutually agree otherwise or (ii) the claimed error is the result of a deliberate omission or misrepresentation by either party or a mutual mistake of fact. In all cases in which a claim for an adjustment is made, the Customer or Company, as applicable has 90 days to dispute the claimed adjustment. In the case of adjustment claims made under (i) or (ii) above, the period for resolving adjustments will be tolled until the claimed adjustment is settled.

6.4 Prior Period Adjustments

Prior period adjustments are reported by production date, but they do not have to be invoiced separately by production month - nor is each production month a separate paper invoice page. [3.3.16]

Prior period adjustment time limits shall be 6 months from the date of the initial transportation invoice and 7 months from date of initial sales invoice with a 3-month rebuttal period, excluding government-required rate changes. This standard shall not apply in the case of deliberate omission or misrepresentation or mutual mistake of fact. Parties' other statutory or contractual rights shall not otherwise be diminished by this standard. Mutual agreement between parties, legal decisions, and regulatory guidance may be necessary to determine if the event qualifies for an extension of the above time periods. [3.3.15]

No imbalance penalty shall be imposed when a prior period adjustment applied to the current period causes or increases a current month penalty. [2.3.31]

The Statement of Account shall report outstanding balances by invoice. [3.3.21]

7. POSSESSION OF GAS

7.1 Control and Possession

Unless otherwise provided in the service agreement or applicable Rate Schedule, as between Company and Customer, Customer shall be deemed to be in exclusive control and possession of the gas to be transported (i) prior to receipt by Company at the Receipt Point(s), (ii) after receipt by Company, when the gas is in the custody of Customer or Customer's designee for separation, processing or other handling, and (iii) after delivery by Company at the Delivery Point(s); otherwise, Company shall be in exclusive control and possession of the gas. The party in exclusive control and possession of the gas shall be responsible for all injury or damage caused thereby to any third party.

7.2 Indemnification

In the absence of gross negligence or willful misconduct on the part of Company, Customer waives any and all claims and demands against Company, its officers, employees or agents, arising out of or in any way connected with (i) the quality, use or condition of the gas after delivery from Company for the account of such Customer, (ii) any losses or shrinkage of gas during or resulting from transportation hereunder, and (iii) all other claims and demands arising out of Company's performance of its duties hereunder.

8.8 OPERATIONAL FLOW ORDERS (OFO)

8.1 Circumstances Warranting OFO

- (a) Company shall have the right to issue OFOs as specified in this Section that require actions by Customers/Balancing Parties in order:
- (i) to alleviate conditions that threaten the integrity of Company's system;
 - (ii) to maintain pipeline operations at the pressures required to provide efficient and reliable transportation services;
 - (iii) to have adequate gas supplies in the system to deliver on demand;
 - (iv) to maintain service to all firm Customers;
 - (v) to maintain the system in balance for the foregoing purposes; and
 - (vi) to respond to any event, including an event of force majeure, which Company believes in its reasonable judgment may jeopardize the integrity of its system.

Specific conditions that could prompt Company issuance of an OFO include:

- (1) The inability of Company to receive scheduled gas at a Receipt Point or to deliver scheduled gas at a Delivery Point due to either an operational or weather-related condition on the associated interconnected system.
 - (2) The receipt of gas that does not conform to Company's quality standards, as specified in Subsection 2.1 of the General Terms and Conditions.
- (b) The OFO will begin when Company issues an OFO in response to one or more of the circumstances described above and shall remain in effect until the circumstance have been remedied. While an OFO is in effect, Company shall provide updates on the status of the circumstance that occasioned the OFO through postings on the System.

8.2 Applicability of OFO

- (a) Company shall issue all OFOs on a non-discriminatory basis. Company shall attempt to minimize the use of OFOs and the declaration of critical periods and, when possible, shall direct an OFO to the specific party(s) creating the operating condition. [1.1.12] Company shall apply OFOs to the smallest number of affected Balancing Party(s) as possible.
- (b) The extent and severity of an OFO called shall be determined by the overall operating conditions of the Company's system. Company shall make an OFO as localized as is reasonably practicable based on Company's good faith and reasonable judgment concerning the situations requiring remediation such that an OFO will be directed (i) first to Customers/Balancing Parties causing the problem necessitating the OFO or transporting gas in the area of the system in which there is an operational problem, and (ii) second to those Customers/Balancing Parties transporting gas in the area of the system where action is required to correct the problem necessitating the OFO. Company will tailor the OFO to match the severity of the known or anticipated operational problem requiring remediation as more fully set forth in Subsections 8.5 and 8.6 hereof.

8.3 Action Taken by Company Prior to Issuance of OFO

- (a) Company will informally, via telephone or other electronic communications, request adjustments in the portfolio of flowing gas supplies of Customer(s)/Balancing Party(s) to accommodate the demands on Company's system if in Company's reasonable judgment that such informal requests could alleviate the conditions threatening the system. In cases of high line pack, Company will request Customer(s)/Balancing Party(s) responsible for such conditions to reduce supply nominations or increase delivery quantities. Company will coordinate operational adjustments in flowing gas quantities and pressures with interconnecting pipelines where appropriate in order to alleviate operating concerns caused by line pack levels and planned or unplanned maintenance and repairs. To the extent it is operationally feasible to do so, Company shall provide, via posting on its Informational Postings web site, notice to all Customers and Balancing Parties of upcoming system events and/or operational problems that may necessitate the issuance of an OFO.
- (b) Balancing Party(s) without 24-hour gas monitoring capability shall provide Company with the name and telephone number of a representative who Company may contact at any time to request such adjustments.
- (c) If Company does not receive full cooperation from its informal request(s), it may be necessary for Company, after making informal request to issue OFO. If in Company's reasonable judgment an informal request will not be adequate to sufficiently alleviate conditions threatening the system, then Company may issue the OFO without an advance informal request.
- (d) All OFOs will be posted on Company's System, to be followed by electronic or written notice or other mutually agreeable means of communication, to affected Customers that will set forth the causes or conditions necessitating the OFO.

8.4 Upon Issuance of OFO

- (a) Upon the issuance of an OFO by Company, it shall be incumbent upon each Balancing Party to adjust gas supplies as directed. Such response shall be required within the time frame specified in the OFO. Failure to comply in a timely fashion with an OFO may result in an immediate interruption of all or a portion of Balancing Party's service and cause Balancing Party to incur penalties as provided for in Part 8.8.2 and Section 23 of the General Terms and Conditions.
- (b) In the event Balancing Party(s) does not respond to the OFO and Company believes it is necessary to take actions (i.e., buying or selling gas, etc.) to maintain system integrity or to prevent interrupting service to another Customer, Company shall have the right, but not the obligation, to take such remedial actions as it deems necessary. If Company takes these actions, it shall be made whole by the non-responding Balancing Party(s) for all costs that Company incurs.
- (c) When gas supplies necessary to effectuate transportation, deliveries are not flowing on the system, Company will not be responsible for backing up such supplies and the associated deliveries will be subject to interruption.

8.5 OFO Notification

The declaration to the affected parties of OFOs, critical periods, and/or critical notices shall describe the conditions and the specific responses required from the affected parties. [1.3.26]

All OFOs will be issued via the Informational Postings web site and System to the affected Customer/Balancing Party, and may be followed by a subsequent electronic or telephone communication. The OFO will set forth:

- i. the time and date of issuance;

- ii. Customer/Balancing Party receiving the OFO;
- iii. the actions Customer/Balancing Party is required to take;
- iv. the time by which Customer/Balancing Party must be in compliance with the OFO (if no time is specified, the OFO shall be effective immediately);
- v. the anticipated duration of the OFO (if none is specified, the OFO will be effective until further notice);
- vi. the quantity of gas required to remedy the operational condition requiring the issuance of the OFO; and
- i. any other terms that Company may reasonably require to ensure the effectiveness of the OFO.

8.5.1 OFOs can be issued to effect any of the following:

- (a) Curtailment of interruptible services;
- (b) Restrictions of deliveries to a specific point or points covered by a Balancing Agreement to the aggregate Transportation Quantity under the firm transportation agreements with primary Delivery Points at the affected locations; and/or
- (c) Forced balancing such that Balancing Parties will be required to assure that nominations equal flows and that receipts and deliveries fall within the tolerance level designated in the OFO.

8.5.2 Notice of Service Interruption

If a full interruption, partial curtailment, or reduction of service due to an OFO shall become necessary, Company shall directly notify affected Customer(s) and post, as soon as possible, a summary of the service interruption. The posting shall contain information about the status of the operational variables that 1) prompted such service interruption and 2) the estimated effective period that the interruption will be in effect. In addition, Company shall post routine status updates throughout the interruption period. Company shall provide an estimate of the quantity of gas it will be able to transport for the affected Customers during the curtailment period and shall give like notice of the cessation of such curtailment.

8.6 Customer/Balancing Party Compliance

A Customer/Balancing Party must comply with an OFO within the time period set forth therein unless the Customer/Balancing Party is able to demonstrate that such compliance (i) is not within the Customer's/Balancing Party's physical control or capability; (ii) is prevented by operating conditions on a third party system that are beyond the Customer's/Balancing Party's control; (iii) is precluded by contractual restrictions or the lack of any contract at all with persons other than Company; and/or (iv) is prevented due to a force majeure event as defined in Section 10 of these General Terms and Conditions. The Customer/Balancing Party shall make a good faith effort to comply with any such OFO, including seeking waivers of any contractual limits with third parties or modifications of operating conditions on third party systems. Customer/Balancing Party shall notify Company immediately if it believes that it is excused from compliance with the OFO for any of the above stated reasons and shall provide Company with documentation sufficient to support its basis for non-compliance.

8.7 Treatment of Customer Imbalances

At the time an OFO is issued, affected Customers will be notified of any imbalances that require immediate resolution pursuant to one of Company's imbalance resolution methods as detailed in Subsection 3.9 of the General Terms and Conditions of Company's FERC Gas Tariff.

Quantities parked and loaned under Rate Schedule PAL or Rate Schedule FPAL may be utilized by Customer to net or trade against Customer imbalances to facilitate the immediate elimination of such imbalances.

8.8 Failure to Respond to OFO

8.8.1 Unilateral Action

In the event that Customer/Balancing Party does not respond to an OFO, or the actions taken thereunder are insufficient to correct the system problem for which the OFO was issued, or there is insufficient time to carry out the procedures with respect to OFOs, Company may take unilateral actions, including the curtailment of firm service, to maintain the operational integrity of Company's system (or any portion thereof).

For purposes of this Section, the operational integrity of Company's system shall encompass the integrity of the physical system and the preservation of physical assets and their performance, the overall operating performance of the entire physical system as an entity (or any portion thereof), and the maintenance (on a reliable and operationally sound basis) of total system deliverability and the quality of gas delivered.

8.8.2 OFO Penalty

If a Customer/Balancing Party fails to comply with an OFO it will be subject to a Failure to Respond OFO Charge for each Dekatherm of gas by which it deviated from the requirements of the OFO. The daily Failure to Comply OFO Charge shall be computed based on a price per Dekatherm equal to three times the midpoint of the range of prices reported for "Chicago city-gates" as published in the Daily price survey in Platts Gas Daily for the flow day on which the OFO is issued.

8.8.3 Waiving of Penalty/Charges

A Balancing Party shall not incur any charges or penalties if such charges or penalties resulted from Customer's/Balancing Party's compliance with an OFO, including any preliminary action taken by Customer/Balancing Party in response to an informal request pursuant to 8.3(a).

Company shall waive any penalty charges incurred by Customer/Balancing Party if Company determines, in its reasonable judgment, that Customer was cooperating with a request of Midwestern, conducting its operations in a responsible manner at the time the penalty charges were incurred, and that Customer's conduct did not impair service to another Customer. Company must grant waivers under this section on a non-discriminatory basis, but the waiver of any penalty charges shall not constitute an automatic waiver of any future penalty charges.

A Customer/Balancing Party shall not incur any penalties if the OFO was necessitated exclusively by Company's negligence or willful misconduct.

8.8.4 All amounts invoiced and collected by Company as payment of OFO penalties under Subsection 8.8.2, net of incremental administrative charges, will be treated as OFO

penalties and shall be allocated by Company to Customers using the methodology set forth in Subsection 23.1 of the General Terms and Conditions.

8.9 Liability of Company

Company shall not be liable for any costs incurred by any Customer/Balancing Party in complying with an OFO. Company shall not be responsible for any damages that result from any interruption in Customer's/Balancing Party's service that is a result of a Customer's/Balancing Party's failure to comply promptly and fully with an OFO, and the noncomplying Customer/Balancing Party shall indemnify Company against any claims of responsibility. However, Company shall use reasonable efforts to minimize any such costs or damages, and nothing herein shall exempt Company from liability in the event of Company's negligence or willful misconduct.

8.10 Follow-up Reports

On a quarterly basis, Company will provide every Customer and Balancing Party that was affected by an OFO during the previous quarter, a written report that details the underlying causes that warranted the issuance of the OFO during the quarter and explains why the actions required by the OFO were necessary to alleviate the identified problems.

9. TITLE TO GAS

9.1 General

This Section shall apply to all transportation service unless otherwise provided in the applicable Rate Schedule or service agreement.

9.2 Warranty of Title to Gas

Customer warrants for itself, its successors and assigns, that it will have, at the time of delivery of gas hereunder, good Title and/or the good right to deliver the gas, that the gas it delivers hereunder shall be free and clear of all liens, encumbrances and claims whatsoever, that Customer will indemnify Company and save Company harmless from all suits, actions, debts, accounts, damages, costs, losses, and expenses arising from or out of any adverse claims of any and all persons to said gas and/or to royalties, taxes, license fees, or charges thereon that are applicable for such delivery of gas and that Customer will indemnify Company and save Company harmless from all taxes or assessments that may be levied and assessed upon such delivery and that are by law payable by and the obligation of the party making such delivery. If Customer's Title or right to deliver gas to be transported is questioned or involved in any action, Customer shall not qualify for or shall be ineligible to continue to receive service until such time as Customer's Title or right to delivery is free from question; provided, however, Company shall allow Customer to qualify for or continue receiving service under this Tariff if Customer furnishes a bond satisfactory to Company. Title to the gas received by Company at the Receipt Point(s) shall not pass to Company, except as provided in Company's Rate Schedules LMS-MA and LMS-PA, and Title to gas delivered for Company's system fuel and uses and gas lost and unaccounted for shall pass to Company upon delivery at the Receipt Point(s). To the extent Company sells gas to a Customer or Balancing Party pursuant to the cash out provisions in Rate Schedules LMS-MA or LMS-PA, Company shall indemnify and hold Customer or Balancing Party harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses arising from or out of any adverse claims of any and all persons to said gas and/or royalties, taxes, license fees, or charges thereon.

9.3 Title Transfer Tracking

9.3.1 General

Title Transfer Tracking improves quantity certainty. [1.1.10]

Users of Title Transfer Tracking services shall bear the cost of that service if Company determines that the incremental cost to provide such service measurably exceeds the administrative costs to invoice for such service. [1.1.11]

Title Transfers into and/or out of Title Transfer Tracking Service Provider ("TTTSP") shall be able to occur regardless of the service class of any related transportation. [1.1.21]

At a minimum, Company shall be responsible for accommodating Title Transfer Tracking services at all points identified by Company as pooling points (Transfer Points), where Title Transfer Tracking services are requested. In absence of existing pooling points or in addition to existing pooling points where access to Title Transfer Tracking is not reasonably accessible for supply receipt locations covered by an OBA, Company shall be responsible for accommodating Title Transfer Tracking at no less than one location. [1.3.64]

All Title Transfer Tracking services shall be performed under a contract or other arrangement between the Account Holder and their TTTSP. [1.3.68]

The Title Transfer Tracking services shall be supported by means of nominations, quick responses and scheduled quantities processes. [1.3.65]

A party to a transaction shall nominate, or otherwise communicate in a mutually agreeable manner, the identity of their transaction counterparty along with the applicable, associated nominations-related information to the appropriate Confirming Party or TTTSP. Failure to so act can result in the failure of the subject transaction to be communicated to and scheduled by Company. A Confirming Party may communicate with its party and/or the immediate counterparty as to the existence and nature of a failure to communicate a transaction on the part of the applicable party. A TTTSP may communicate with its Account Holder(s) (AHs) and/or its AH(s)' immediate counterparty(ies) as to the existence and nature of a failure to communicate a transaction on the part of the applicable party. [1.3.74]

9.3.2 Nominations for Company Provided Title Transfer Tracking

A Title Transfer Nomination is a nomination line item requesting service of Title Transfer Tracking and is sent by an Account Holder to a TTTSP. [1.2.19]

9.3.3 Third Party Provided Title Transfer Tracking

All Third Party Account Administrators wishing to provide Title Transfer Tracking services shall so notify Company. All coordination between Third Party Account Administrators and Company shall be performed under a contract between the parties. Whereas Company is a TTTSP on its system, tariff provisions (terms, conditions, and rates) or general terms and conditions of Company, will take the place of a contract. [1.3.66]

Upon reasonable request of the Third Party Account Administrator, Company shall provide the Third Party Account Administrator with one of the following for conducting Title Transfer Tracking activity:

- (a) location code(s);
- (b) contract identifier(s) used in the exchange of transactional data; or
- (c) both (a) and (b) above.

In any event, Title Transfer Tracking activity is always performed at or with respect to a location (physical or logical). [1.3.67]

Company shall communicate with any TTTSP that performs according to the applicable contract between the TTTSP and Company, and that operates in accordance with those NAESB WGQ standards applicable to Title Transfer Tracking. [1.3.69]

Where Company has decided to offer Title Transfer Tracking service by means of an arrangement (including an agreement) with a party which will act as Company's designated party, and regardless of communication methodology between Account Holders and such designated party, Company shall, upon request, identify the TTTSP(s) at a location which have established active Title Transfer Tracking arrangements with Company. The relevant information to be provided shall include the name of each TTTSP, the ID code for each TTTSP used by Company, the contract number for each TTTSP assigned by Company (where applicable), and the location code(s) nominatable to Company for transportation service to or from the location associated with each TTTSP. [1.3.73]

10. EXCUSE OF PERFORMANCE

10.1 Relief from Liability

Neither Company nor Customer shall be liable in damages to the other for any act, omission or circumstances occasioned by or in consequence of any (i) maintenance, construction, tests, rehabilitation, repairs on pipeline or (ii) force majeure events, including acts of God, strikes, lockouts or other industrial disturbances, controversies with landowners, acts of the public enemy or terrorists, wars, blockades, insurrections, riots, epidemics, landslides, lightning, earthquakes, fires, storms, floods, tropical storms or hurricanes, washouts, arrests or restraints of rulers and peoples, civil disturbances, explosions, breakage or accident to machinery or lines of pipe, line freeze-ups, temporary failure of gas supply that was contracted on a firm basis, partial or total failure or unavailability of capacity that was contracted on a firm basis, inability to obtain or unavoidable delay in obtaining materials, supplies, equipment, permits or labor to perform or comply with any obligations or conditions of an agreement, inability to obtain access to right-of-way, the binding order of any court or governmental authority that has been resisted in good faith by all reasonable legal means, and any other cause, whether of the kind herein enumerated or otherwise, and whether caused or occasioned by or happening on account of the act or omission of one of the parties to the gas service agreement between Company and Customer or some person or concern not a party thereto, not within the control of the party claiming suspension, and which by the exercise of due diligence such party is unable to prevent or overcome. A failure to settle or prevent any strike or other controversy with employees or with anyone purporting or seeking to represent employees shall not be considered to be a matter within the control of the party claiming suspension.

10.2 Liabilities Not Relieved

Such causes or contingencies affecting the performance of said gas transportation contract by either party, however, shall not relieve it of liability in the event of its concurring negligence or in the event of its failure to use due diligence to remedy the situation and remove the cause in an adequate manner and with all reasonable dispatch, nor shall such causes or contingencies relieve either party of liability unless such party shall give notice and full particulars of the same in writing to the other party as soon as possible after the occurrence relied on. The inability to obtain and resell gas supply at a profit shall not relieve a party of liability. Nothing contained herein shall be construed to require either party to settle or prevent a strike or other controversy with employees or with anyone purporting or seeking to represent employees or a controversy with a landowner.

10.3 Termination of Agreements

If either Company or Customer shall fail to perform a material covenant or obligation imposed upon it by the service agreement, subject to the applicable provisions of this Tariff, then in such event the other party may at its option terminate said agreement by proceeding as follows: The party not in default shall cause a written notice to be served on the party in default stating specifically the cause for terminating the contract and declaring it to be the intention of the party giving the notice to terminate the same; thereupon, the party in default shall have thirty days after the service of the aforesaid notice in which to remedy or remove the cause or causes stated in the notice of terminating the agreement, and if within said period of thirty days the party in default does so remove and remedy said cause or causes and fully indemnify the party not in fault for any and all consequences of such breach, then such notice shall be withdrawn and the agreement shall continue in full force and effect.

In case the party in default does not so remedy and remove the cause or causes or does not indemnify the party giving the notice for any and all consequences of such breach within said period of thirty days, the agreement shall terminate; provided, however, that Company may not terminate the agreement until it has obtained the authorization required by valid laws, orders, rules and regulations of duly constituted authorities having jurisdiction.

Any cancellation of the agreement pursuant to the provisions of this paragraph shall be without prejudice to the right of Company to collect any amounts then due to it for natural gas service rendered prior to the time of cancellation and shall be without prejudice to the right of Customer to receive any gas which it has not received but has delivered to Company, prior to the time of cancellation, and without waiver of any remedy to which the party not in default may be entitled for violations of the contract.

11. NOTICES

11.1 Contractual and Tariff Notices

Except when the General Terms and Conditions of Company's Tariff requires communication via the System, any communication, notice, request, demand, or statement provided for in the Tariff or in a service agreement, or any notice that either Company or Customer may desire to give to the other, shall be in writing and shall be considered as duly presented, rendered, or delivered five days after the date the notice is mailed by either post-paid registered or ordinary mail or when sent by facsimile, express mail service, electronic mail or such other method mutually agreed upon between the parties. The material so sent shall be addressed to the pertinent party at its last known post office address, or at such other address as either party may designate.

11.2 System-Wide Notices

System-wide notices shall have a separate category for notices that are not critical. [5.3.18]

Company shall post system-wide notices. Such notices shall use the standard data elements dictated by the NAESB WGQ and adopted by FERC.

11.3 Critical Notices

Critical notices shall be defined to pertain to information on Company conditions that affect scheduling or adversely affect scheduled gas flow. [5.2.1]

Company shall post critical notices. Such notices shall use the standard data elements dictated by the NAESB WGQ and adopted by FERC.

Notices shall describe the conditions and the specific responses required from the affected parties.

11.4 Intraday Bump Notices

Intraday bump notices shall contain at least the affected Service Requester Contract, Receipt and/or Delivery Location, and Receipt and/or Delivery Point Quantity from the Scheduled Quantity (NAESB WGQ Standard No. 1.4.5). [5.3.40]

Intraday bump notices shall indicate whether daily penalties will apply for the Gas Day for which quantities are reduced. [1.3.51]

11.5 Electronic Notice Delivery

Electronic Notice Delivery is the term used to describe the delivery of notices via Internet E-mail and/or EDI/EDM. [5.2.2]

Company shall provide affected parties with notification of intraday bumps, Operational Flow Orders and other critical notices through the affected party's choice of Electronic Notice Delivery mechanism(s). [5.3.34]

Company shall support the concurrent sending of electronic notification of intraday bumps, Operational Flow Orders and other critical notices to two Internet E-mail addresses for each affected party. [5.3.36]

Unless the affected party and Company have agreed to exclusive notification via EDI/EDM, the affected party shall provide Company with at least one Internet E-mail address to be used for Electronic Notice Delivery of intraday bumps, Operational Flow Orders and other critical notices. Company's obligation to provide notification is waived until the above requirement has been met. [5.3.35]

Affected parties shall manage internal distribution of notices received by Electronic Notice Delivery. [5.3.37]

When sending Internet E-mail notifications for intraday bumps, Operational Flow Orders, and other critical notices, the subject line of the E-mail shall include the information below, in the following order, separated by commas [5.3.38]:

- "Critical",
- Notice Type,
- the Notice Effective Date in YYYYMMDD format,
- the name or abbreviation of Company (excluding commas), and
- Company's D-U-N-S® Number.

For purposes of the first element in the subject line, the word "Critical" shall not include the quotation marks. [5.3.38]

In the subject line of the E-mail, for the information sent for Notice Type, Company may provide more than one Notice Type as more fully explained in NAESB WGQ Standard No. 5.3.70. The NAESB-defined Notice Types can be found in the Code Values Dictionary for System-wide Notices (NAESB WGQ Standard No. 5.4.16). Additionally, Company may send a Company-defined notice type(s), as more fully explained in NAESB WGQ Standard No. 5.3.71. A Company-defined type of notice shall not be the first Notice Type in the subject line of the E-mail. [5.3.38]

Company may offer notification mechanisms in addition to those references in NAESB WGQ Standard No. 5.3.34 (e.g., EBB/EDM, FF/EDM). Company shall include at least the same level of information for notification of an intraday bump, Operational Flow Order or other critical notice regardless of the method of notification. [5.3.39]

11.6 Recalled Capacity Notices

Recalled capacity notices shall indicate whether penalties will apply for the Gas Day for which quantities are reduced due to a capacity recall. [5.3.49]

Affected Replacement Shippers shall manage internal distribution of notifications of recall received from Company. [5.3.52]

Notice of the allocation of capacity between the Releasing Shipper, provided through Company's Customer Activities Web site, and the Replacement Shipper(s), provided for in NAESB WGQ Standard Nos. 5.3.45 and 5.3.46, shall be provided in a manner that will permit affected parties sufficient time, as provided for in NAESB WGQ Standard No. 5.3.44, to place nominations or take other corrective actions to avoid penalties. [5.1.4]

12. LIABILITY

12.1 Indirect Damages

EXCEPT AS EXPRESSLY SET FORTH IN SECTIONS 12.2, 12.3 AND 12.4, BUT NOTWITHSTANDING ANY OTHER PROVISION OF THIS FERC GAS TARIFF OR ANY SERVICE AGREEMENT, IN NO EVENT SHALL CUSTOMER (INCLUDING A RELEASING SHIPPER AND A REPLACEMENT SHIPPER), COMPANY, ANY PARTY TO AN AGREEMENT SUBJECT TO THIS FERC GAS TARIFF, OR ANY OF THEIR RESPECTIVE AFFILIATES BE LIABLE TO THE OTHER PARTY OR ITS AFFILIATES, OR ANY OF THEIR EMPLOYEES, OFFICERS, DIRECTORS OR AGENTS, FOR LOSS OF PROFITS OR EARNINGS OR FOR SPECIAL, INCIDENTAL, PUNITIVE, OR CONSEQUENTIAL DAMAGES (INCLUDING, WITHOUT LIMITATION, LOSSES DUE TO BUSINESS INTERRUPTION OR DIMINUTION IN VALUE OF THE ASSETS OR BUSINESS TO WHICH THEY RELATE) ARISING OUT OF OR RESULTING FROM OR IN CONNECTION WITH SERVICE SUBJECT TO THIS FERC GAS TARIFF.

12.2 Direct Damages for Negligent Acts

The provisions of this Section 12 shall not limit the liability of Customer, Company, or any party to an agreement subject to this FERC Gas Tariff for direct damages arising from any such party's negligence or willful misconduct.

12.3 Liability for Gross Negligence or Intentional Wrongful Acts

The provisions of this Section 12 shall not limit the liability of Customer, Company, or any party to an agreement subject to this FERC Gas Tariff for damages arising from any such party's gross negligence, bad faith, or willful misconduct. The preceding sentence shall not be construed as nullifying any limitations on liability that exist under applicable laws.

12.4 Liability of Guarantors

The provisions of this Section 12 shall limit the liability of a party that has guaranteed the obligations of a Customer or other party to an agreement subject to this FERC Gas Tariff only to the extent that it limits the liability of that Customer or other party.

13. NONWAIVER AND FUTURE DEFAULT

Company may waive any of its rights or any of Customer's obligations under this FERC Gas Tariff or any agreement subject to this Tariff on a basis that is not unduly discriminatory; provided that no waiver by either Company or Customer of any one or more defaults by the other in the performance of any provisions of this Tariff or any agreement subject to this Tariff shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.

14. SCHEDULES AND AGREEMENTS SUBJECT TO REGULATION AND CHANGE

14.1 Tariff and Agreements Subject to Laws and Change as Provided by Law

This Tariff, including these General Terms and Conditions and the respective obligations of the parties under the gas service agreements, are subject to valid laws, orders, rules, and regulations of duly constituted authorities having jurisdiction and are subject to change from time to time by addition, amendment, or substitution as provided by law.

14.2 Assignments of Obligations Subject to Laws and Regulatory Approval

In order for Customer or its successors to assign, transfer, or assume rights or obligations (in whole or in part) under this Tariff or the gas service agreements relating to transportation or storage services, the successor and its predecessor must obtain Commission approval, except that a Customer may:

- (i) engage in a capacity release that is consistent with Commission regulations and the provisions of this Tariff and the applicable gas service agreement; or
- (ii) to the extent its gas service agreement permits, assign or pledge the agreement and all rights and obligations thereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed as security for indebtedness.

14.3 Releases of Rights and Obligations Subject to Laws and Regulatory Approval

In order for Customer or any successor of Customer to release back to Company or reject (in whole or in part) rights and obligations under this Tariff or the gas service agreements relating to transportation or storage services, the Customer or its successor must obtain Commission approval, except as expressly provided in this Tariff or Commission regulations.

15. FLEXIBLE POINT RIGHTS AND SEGMENTATION

15.1 Flexible Point Rights

A Rate Schedule FT-A, FT-B, FT-C, FT-D or IT Customer, or its agent, may, pursuant to its transportation agreement, nominate any Receipt Point or Delivery Point on Company's pipeline system.

A Rate Schedule FT-GS Customer, or its agent, may, pursuant to its transportation agreement, nominate any Receipt Point on Company's system.

Rate Schedule FT-A, FT-B, FT-C or FT-D Customers shall have access to all Receipt Points and Delivery Points within their Transportation Path at a higher capacity allocation priority than Receipt Points and Delivery Points outside of their Transportation Path.

Rate Schedule FT-GS Customers shall have access to all Receipt Points within their Transportation Path at a higher capacity allocation priority than Receipt Points outside of their Transportation Path.

A nomination line item that has 1) its Receipt Point and its Delivery Point within the Transportation Path and 2) its nominated flow direction is in the Transportation Path direction shall be referred to as an IPID nomination line item.

A nomination line item that has 1) its Receipt Point and/or its Delivery Point outside the Transportation Path and 2) its nominated flow direction is in the Transportation Path direction shall be referred to as an OPID nomination line item.

A nomination line item that has 1) its Receipt Point and its Delivery Point within the Transportation Path and 2) its nominated flow direction is opposite of the Transportation Path direction shall be referred to as an IPOD nomination line item.

A nomination line item that has 1) its Receipt Point and/or its Delivery Point outside the Transportation Path and 2) its nominated flow direction is opposite of the Transportation Path direction shall be referred to as an OPOD nomination line item.

15.2 Point Capacity Scheduling Rights

15.2.1 Primary Scheduling Rights

A Rate Schedule FT-A, FT-B, FT-C, FT-D or FT-GS Customer's primary capacity scheduling rights will be initially located at the Receipt Point and Delivery Point that define such Customer's Transportation Path.

15.2.2 Relocation of Primary Scheduling Rights

Subject to the availability of firm point capacity on Company's system in the direction of flow specified in a Rate Schedule FT-A, FT-B, FT-C or FT-D Customer's Transportation Path, such Customer shall have the ability to relocate primary capacity scheduling rights at one or more Receipt Points or Delivery Points under its transportation agreement up to a total quantity of gas equal to the Customer's Transportation Quantity.

Subject to the availability of firm point capacity on Company's system in the direction of flow specified in a Rate Schedule FT-GS Customer's Transportation Path, such Customer shall have the ability to relocate primary capacity scheduling

rights at one or more Receipt Points under its transportation agreement up to a total quantity of gas equal to the Customer's Transportation Quantity.

A request by a Rate Schedule FT-A, FT-B, FT-C, FT-D or FT-GS Customer to Company to relocate its primary scheduling rights under its transportation agreement, which includes the term of the relocation must be made no later than 1:00 P.M. CCT on the day before nominations are due.

Company shall notify Customer of its inability to relocate primary scheduling rights. Such notification, which will detail the reason for the request not being implemented, shall be made at least one hour before the timely cycle nominations are due.

Subject to availability of firm point capacity on Company's system in the direction of flow specified in a Rate Schedule FT-A, FT-B, FT-C, FT-D or FT-GS Customer's Transportation Path, such Customer shall have the ability to return to its base original scheduling rights position at the end of the relocation period.

15.2.3 Obligation Under Relocation of Primary Scheduling Rights

If Customer's service is provided pursuant to Rate Schedule(s) FT-A, FT-B, FT-C, FT-D or FT-GS, Customer's charges, as determined in accordance with Section 5 of Rate Schedule(s) FT-A, FT-B, FT-C, FT-D or FT-GS, shall not be affected by the relocation of primary scheduling rights.

15.2.4 Secondary/Interruptible Capacity Scheduling Rights

The Receipt Points and Delivery Points within a Rate Schedule FT-A, FT-B, FT-C or FT-D Customer's Transportation Path that do not have primary capacity scheduling rights are automatically assigned SIP capacity scheduling rights by Company.

The Receipt Points within a Rate Schedule FT-GS Customer's Transportation Path that do not have primary capacity scheduling rights are automatically assigned SIP capacity scheduling rights by Company.

The Receipt Points and Delivery Points outside of a Rate Schedule FT-A, FT-B, FT-C or FT-D Customer's Transportation Path are automatically assigned SOP capacity scheduling rights by Company.

The Receipt Points outside of a Rate Schedule FT-GS Customer's Transportation Path are automatically assigned SOP capacity scheduling rights by Company.

The Receipt Points and Delivery Points under an Interruptible Rate Schedule IT Transportation Agreement share equal interruptible scheduling priority rights.

15.3 Segmentation Rights

15.3.1 Segmentation via Nominations

A Rate Schedule FT-A, FT-B, FT-C, FT-D or IT Customer, or its Agent, may segment its transportation agreement into separate parts for its own use through the nomination process, to the extent such segmentation is operationally feasible. The primary scheduling rights for a segment shall be relocated in accordance with Subsection 15.2.2 hereof.

Company will not permit a Rate Schedule FT-A, FT-B, FT-C, FT-D or IT Customer, or its Agent, to segment capacity via the nomination process when the nominations by such party exceed the Transportation Quantity of the underlying transportation agreement at any mainline location, within or outside of its Transportation Path for a given nomination cycle. Nominations of gas quantities in opposing flow directions to the same point location may overlap at such point to the extent individual nominated gas quantities do not exceed the Transportation Quantity.

If Company determines that a Customer, or its Agent, has nominated a transportation agreement in a way that is not operationally feasible, Company shall notify the Service Requester, in writing, at the time the nomination is rejected. In such notice, Company shall describe why the nomination was denied for operational reason(s).

15.3.2 Segmentation via Capacity Release

A Rate Schedule FT-A, FT-B, FT-C or FT-D Customer may segment its transportation agreement for the purpose of releasing capacity in accordance with Section 21 of the General Terms and Conditions of Midwestern's FERC Gas Tariff to the extent such segmentation is operationally feasible.

The primary capacity scheduling rights for both the unreleased segment and the released segment shall be relocated in accordance with Subsection 15.2 hereof.

Company will not permit a Rate Schedule FT-A, FT-B, FT-C or FT-D Customer to segment capacity via the capacity release process when the Transportation Path segments requested by the Customer exceed the Transportation Quantity of the underlying transportation agreement at any mainline location within or outside of its Transportation Path subject to Section 21 of the GT&C.

If Company determines that a Rate Schedule FT-A, FT-B, FT-C or FT-D Customer has requested to segment its transportation agreement in a way that is not operationally feasible, Company shall notify the Releasing Shipper, in writing, at the time the request is rejected. In such notice, Company shall describe why the capacity release request was denied for operational reason(s).

16. ELECTION OF RIGHT-OF-FIRST REFUSAL AND EXTENSION OF LONG TERM FIRM SERVICE AGREEMENTS

16.1 Applicability

This Section 16 shall apply only to firm service agreements:

- (i) for twelve consecutive months or more at the applicable Maximum Rate for that service;
- (ii) for more than one year for a service that is not available for twelve (12) consecutive months at the applicable Maximum Rate for the service;
- (iii) entered into prior to March 27, 2000;
- (iv) extended at the applicable Maximum Rates for a term of one year or more pursuant to the terms of such agreement or of Section 17.5 of these General Terms and Conditions, even if the service was at a negotiated rate or at less than the Maximum Rates prior to such extension period; or
- (v) that expressly apply the provisions of this Section 16 or include a right of first refusal, provided that Company may agree to include a right of first refusal only on a not unduly discriminatory basis.

The right of first refusal will not apply to interim service agreements associated with awards of capacity through an open season pursuant to Section 25.1(d) of the General Terms and Conditions or with expansion/extension projects as set forth in Section 35 of the General Terms and Conditions.

Customer may exercise its right to retain a portion of its firm service entitlement, subject to the right of first refusal, however, the Customer may not exercise the right of first refusal for a geographic portion of the service under its agreement.

Subject only to Customer's right of first refusal to continue service, Company shall have all necessary abandonment authorization under the Natural Gas Act as of the expiration date of any service agreement and shall not be required to seek case specific authorization prior to abandoning service.

16.2 Right of First Refusal

To exercise its right of first refusal to continue service for all or a portion of the firm capacity covered by a service agreement, that meets the requirements of Subsection 16.1, the Customer must provide notice to Company pursuant to Subsection 16.3 below that it desires to continue its service agreement and that it may match the best bid that is offered by another person desiring such capacity as set forth in Subsection 16.5 below, provided that Company shall not be obligated to provide service at less than the applicable Maximum Rates.

16.3 Notice to Company

Customer shall notify Company in writing of its intention to exercise a right of first refusal for all or a portion of the Transportation Quantity stated in its service agreement at least six (6) months prior to the expiration of the service agreement. Except as this FERC Gas Tariff or a service agreement expressly provide otherwise, unless Customer elects upon at least six

(6) months prior written notice to Company to terminate the agreement in whole or to request a lesser extension of the term, the agreement will automatically extend upon the expiration of the primary term for a term of one year at the applicable Maximum Rate. Thereafter the agreement shall repeatedly extend for successive one year terms unless Customer provides at least six (6) months notice as described herein in advance of the expiration of a succeeding term. If Customer provides notice of its election of right of first refusal under this Section 16.3, Customer shall not be obligated to provide an additional notice of termination under Section 17.5 of the General Terms and Conditions.

16.4 Posting of Capacity

Upon receipt of the notice required in Subsection 16.3, Company shall post on its web site that capacity will be available upon the expiration of Customer's firm transportation service agreement. The capacity shall be posted for a minimum period of fourteen (14) days with such posting containing the following information with respect to the capacity:

- (i) Daily and other applicable quantity limitations of capacity available;
- (ii) Transportation Path;
- (iii) Maximum Rate (Monthly Demand) as set forth in the Summary of Rates and Charges in Company's FERC Gas Tariff;
- (iv) Any minimum acceptable bid;
- (v) Any applicable restrictions; and
- (vi) The last day of the bidding period.

16.5 Bidding Procedures

Each bidder for Customer's firm capacity, or any part thereof, must submit its bid to Company through Company's web site within the time specified by Company. Each bid shall contain the term for which the capacity is sought and a Monthly Demand rate that is either (i) a percentage of the Maximum Rate or (ii) a negotiated rate. If Company receives more than one bid for Customer's capacity, and it does not reject all bids as provided below, it will choose the bid, or combination of bids, having the highest net present value in accordance with the present value formula set forth in Subsection 21.10 of the General Terms and Conditions for the evaluation of Bids under Company's capacity release mechanism. Company reserves the right to reject any bid that is for less than the applicable Maximum Rates.

All proposed terms must begin as of the expiration of the Transportation Quantity under the existing service agreement and be for a consecutive period.

For purposes of comparing bids, (i) negotiated rates above the Maximum Rate will be deemed equal to the Maximum Rate and (ii) the Maximum Rates will be deemed to be those in effect as of the date Company posts the capacity as available pursuant to Subsection 16.4.

16.6 Right to Match Best Bid

(a) Company will notify Customer within three (3) Business Days of the best bid(s) that Company is willing to accept, and Customer shall have ten (10) business days from receipt of Company's notice to match the price and contract term, not to exceed five (5) years, offered in the best bid(s) in order to retain its firm capacity. If Customer matches the best bid(s), Customer will enter into a new service agreement for firm service reflecting the terms of Customer's matching bid within 30 days of the date Customer provided notice that it would match the best bid. If Customer fails to match the best bid or fails to execute a new firm service agreement within the time periods set forth in this Section, Customer's existing service agreement for firm service will be subject to pregranted abandonment upon the effective termination date of Customer's service agreement for firm service, and Company may enter into a new service agreement for firm service with the party or parties offering the best bid.

(b) In the event Company does not receive any bids for Customer's capacity or any bids that are acceptable to Company, Customer shall have the right to retain its firm capacity at the applicable Maximum Rates applicable thereto, or any discounted rate or negotiated rate agreed to by Company, for an additional term as requested by Customer, provided that Company shall not be obligated to provide service at less than the applicable Maximum Rate.

(c) If Customer does not elect to extend its service agreement pursuant to the provisions contained therein and in this Section 16, such service agreement shall terminate and be subject to pregranted abandonment.

17. TERMINATION AND MUTUAL EXTENSION OF SERVICE AGREEMENTS

17.1 Early Termination in Exchange for Extension

Customer and Company may mutually agree to the early termination of one or more service agreements in exchange for Customer's extension of the use of all or part of the underlying capacity under new terms. Customer need not participate in an open season for the extension nor must the extended capacity be posted on Company's Informational Postings web site as unsubscribed, available capacity prior to the extension.

17.2 Extension of Capacity Use

Customer and Company may mutually agree to extend the term of a service agreement with respect to all or part of the underlying capacity.

17.3 Negotiated Rates

Company and Customer may mutually agree on a not unduly discriminatory basis that the extension of a service agreement will be at a discounted or negotiated rate as set forth in Section 18 of these General Terms and Conditions.

17.4 Rights of First Refusal

The agreement to extend under this Section 17 must be reached prior to the posting of the capacity pursuant to Subsection 16.4 of the General Terms and Conditions. Nothing in this section shall preclude the Customer from making a timely election pursuant to Subsections 16.2 and 16.3 of the General Terms and Conditions if Customer and Company are not able to agree upon a new term length or other terms and conditions of service.

17.5 Termination of Agreements

Agreements made pursuant to Rate Schedules FT-A, FT-GS, FT-B, FT-C, or FT-D with a primary term of one year or more shall continue in effect upon expiration of the primary term unless:

- (i) Customer elects upon six (6) months prior written notice to terminate the agreement in whole or to request a lesser extension of term; or
- (ii) this FERC Gas Tariff (in Section 16 of these General Terms and Conditions or otherwise) or a service agreement expressly provide otherwise.

Such agreements continuing in effect will automatically extend upon the expiration of the primary term for a term of one year at the applicable Maximum Rate. Thereafter such agreements shall repeatedly extend for successive one year terms unless Customer provides notice as described herein at least six (6) months in advance of the expiration of a succeeding term. If Customer provides notice of its election of right of first refusal under Section 16.3 of the General Terms and Conditions, Customer shall not be obligated to provide an additional notice of termination under this Section 17.5.

18. FERC ANNUAL CHARGE ADJUSTMENT

18.1 General

Company, from time to time, shall adjust the rates for Funding Services as specified in Section 18 hereof, to reflect the annual charge assessed Company by the Commission (Annual Charge) pursuant to Order No. 472 or any other superseding or related rule or order.

18.2 Funding Services

Funding Services shall include all transportation services under Rate Schedules in Volume No. 1 of Company's FERC Gas Tariff.

18.3 Annual Charge Adjustment

Company shall charge Customer the applicable Annual Charge Adjustment (ACA) unit charge per Dth as an additional commodity rate in addition to the rates listed in the Summary of Rates and Charges. The applicable ACA unit charge is incorporated into this FERC Gas Tariff by reference and shall be the ACA unit charge specified in the Commission's annual notice and as published on the Commission's web site located at <http://www.ferc.gov>.

18.4 Effective Date of Adjustment

The applicable ACA unit charge shall be effective the first day of October following the issuance of the Commission notice (ACA Effective Date) and shall extend to the last day of September of the following year (i.e. the duration of the fiscal year). Company may assess the new applicable ACA unit charge to its Customers as of the ACA Effective Date provided that the Company has paid its applicable annual assessment to the Commission. The ACA unit charge shall become effective on the ACA Effective Date without suspension or refund obligation.

18.5 Retention of Revenues Collected under Annual Charge Rate Adjustment

Company shall retain all revenues collected under this Section 18. Except as provided by this Section 18, Company shall not have the right to seek to recover in any proceeding under Section 4(e) of the Natural Gas Act, any Annual Charges recorded in its FERC Account No. 928.

19. INFORMATION AND COMMUNICATIONS REGARDING TRANSPORTATION SERVICES

This Section describes the information and procedures Company will make available to any person.

19.1 Access to Internet Web Site

Company shall provide access to Informational Postings and Customer Activities web sites via designated Internet web addresses.

For further information relative to Company's designated Internet web sites, potential users should contact:

Customer Services Department
Midwestern Gas Transmission Company
P.O. Box 871
Tulsa, Oklahoma 74102-0871
Phone Number: 1-800-372-2982
Email: oneokmarketservices@oneok.com

19.2 Informational Postings Web Site

The Informational Postings web site will be maintained to provide equal and timely access to certain information, as it pertains to Company's pipeline system including: 1) Operationally Available and Unsubscribed Capacity; 2) Affiliate Information; 3) Gas Quality Information; 4) Index of Customers; 5) FERC Standards of Conduct for Transmission Providers pursuant to 18 CFR Part 358; 6) Critical, Non-Critical, and Planned Service Outage Notices; 7) Posted Imbalances; 8) Company's FERC Gas Tariff and 9) Transactional Reporting. Other information or capabilities to comply with additional reporting requirements as dictated by the FERC also shall be included.

Information posted on Company's Informational Postings web site may be fully disseminated by its users.

Information on Company's Informational Postings web site shall be made available so as to permit users to download data to be used in their applications.

19.3 Customer Activities Site

Company's proprietary business functions are accessible via its Customer Activities site.

- (a) The Customer Activities site will be maintained to provide equal and timely access to certain transportation information, as it pertains to Company's pipeline system and in accordance with applicable currently effective FERC's adopted NAESB WGQ standards.
- (b) Any person may communicate with Company via the System, which includes Electronic Data Interchange (EDI), by:
 - (i) acquiring compatible personal computer capability;
 - (ii) executing the applicable access forms with Company; and
 - (iii) receiving a user identification password for accessing such site.

- (c) Company agreements are located under Customer Activities on the Informational Postings web site (www.oneok.com/mgt).

19.4 Electronic Data Interchange

A person may communicate with Company via EDI by executing an Electronic Data Interchange Trading Partner Agreement with Company. The Electronic Data Interchange Trading Partner Agreement and the Electronic Communication Agreement can be found on Company's Informational Postings web site (www.oneok.com/mgt) under Customer Activities. The Electronic Data Interchange Trading Partner Agreement follows the format of the NAESB form Electronic Data Interchange Trading Partner Agreement (NAESB Standard No. 6.3.3).

To access Company's System, a person must execute an Electronic Communication Agreement with Company.

19.5 Service Complaints

Customers are encouraged to resolve any disputes informally with their designated representatives. A formal complaint concerning any services offered by Company shall be directed, preferably in writing, to the Chief Compliance Officer (CCO), Midwestern Gas Transmission Company, ONEOK Plaza, 100 West 5th Street, Tulsa, Oklahoma 74103. The CCO or a designee will respond initially to the complainant within 48 hours (exclusive of weekends and holidays), and in writing within 30 days.

20. INCORPORATION IN RATE SCHEDULES AND SERVICE AGREEMENTS

These General Terms and Conditions are incorporated in and are a part of Company's Rate Schedules and service agreements. To the extent there is any inconsistency between terms in these General Terms and Conditions and terms in Company's Rate Schedules or service agreements, these General Terms and Conditions shall govern.

21. CAPACITY RELEASE

21.1 Applicability of Capacity Release

This section is applicable to any release of firm capacity under Rate Schedules FT-A, FT-B, FT-C or FT-D. For purposes of this Section 21, Customer(s) will be referred to either as Releasing Shipper(s) and/or Replacement Shipper(s) as applicable.

21.2 Capacity Release Offer

A Releasing Shipper that desires to release its rights to firm capacity pursuant to this Section 21, shall notify Company of its intent by posting directly on the System a capacity release offer containing information consistent with the currently effective FERC adopted NAESB WGQ standards. A Releasing Shipper shall notify Company of prearranged releases exempt from competitive bidding pursuant to the prior posting provisions of Subsection 21.4(a).

21.3 Pre-qualification to Submit Bid

Persons that desire to Bid on released transportation rights must pre-qualify with Company in the same manner and subject to the same standards and procedures as required for firm Customers under Section 25 of these General Terms and Conditions.

21.4 Prearranged Releases Permitted Without Competitive Bidding

- (a) A Releasing Shipper may release some or all of its firm transportation rights to a qualified Replacement Shipper(s) without competitive bidding, pursuant to Subsection 21.10, if its proposed release meets the following requirements: ("Exempt Prearranged Bidder")
 - (i) the release of capacity is to an asset manager as defined in 18 C.F.R. § 284.8(h)(3);
 - (ii) the release of capacity is to a marketer participating in a state-regulated retail access program as defined in 18 C.F.R. § 284.8(h)(4);
 - (iii) the release of capacity is for more than one year at the applicable Maximum Rate for the applicable firm transportation service being released; and
 - (iv) the release of capacity is for any period of 31 days or less.

Notice of the prearranged releases that qualify under this Subsection 21.4(a) of these General Terms and Conditions must be posted on the System as soon as possible, but not later than the first nomination, after the release transaction commences. This posting shall contain information consistent with the currently effective FERC adopted NAESB WGQ standards. In addition, for releases to an asset manager the posting should include the volumetric level of the asset manager's delivery or purchase obligation and the time periods during which that obligation is in effect. The posting should also include whether the release is to a marketer participating in a state-regulated retail access program.

- (b) A Releasing Shipper that releases capacity for any period of 31 days or less pursuant to Subsection 21.4(a)(iv) may not rollover, renew, or otherwise continue the original capacity release to the same Replacement Shipper until twenty-eight (28) days after the original release period has expired, unless:
 - (i) for the re-release to the same Replacement Shipper, the Releasing Shipper follows the prior posting and bidding procedures set forth in Subsection 21.5 of these General Terms and Conditions; or

- (ii) the re-release to the same Replacement Shipper qualifies for any of the other exemptions from competitive bidding under Subsections 21.4(a)(i), (ii), and (iii).

21.5 Prearranged Releases Subject to Competitive Bidding

Prearranged Releases with a term greater than thirty-one (31) days but less than one year are subject to prior posting and competitive bidding. ("Non-Exempt Prearranged Bidder")

- (a) Releasing Shipper shall submit to Company all applicable information required by Subsection 21.2 and be subject to the bidding process required by Subsection 21.10 of these General Terms and Conditions on the System. The System will automatically assign an individual offer number to such capacity release offer. The period of time for posting of the information ("Posting Period"), and the period of time during which Bids will be received on such capacity release offer ("Bidding Period"), shall be as set forth in Subsection 21.11 of these General Terms and Conditions unless otherwise specified in the capacity release offer. The Bidding Period shall be enclosed within the Posting Period.
- (b) Releasing Shipper may withdraw its capacity release offer, by written or electronic notice of withdrawal, up to the close of the applicable Bidding Period where unanticipated circumstances justify such withdrawal and no qualified Bid has been submitted.

21.6 Non-Prearranged Releases Subject to Competitive Bidding

Releases that are not prearranged are subject to prior posting and competitive bidding.

- (a) Releasing Shipper shall submit to Company all applicable information required by Subsection 21.2 and be subject to the bidding process required by Subsection 21.10 of these General Terms and Conditions on the System. The System will automatically assign an individual offer number to such capacity release offer. The period of time for posting of the information ("Posting Period"), and the period of time during which Bids will be received on such capacity release offer ("Bidding Period"), shall be as set forth in Subsection 21.11 of these General Terms and Conditions unless otherwise specified in the capacity release offer. The Bidding Period shall be enclosed within the Posting Period.
- (b) Releasing Shipper may withdraw its capacity release offer, by written or electronic notice of withdrawal, up to the close of the applicable Bidding Period where unanticipated circumstances justify such withdrawal and no qualified Bid has been submitted.

21.7 Rights and Obligations of Releasing Shipper

Notwithstanding any release hereunder, Releasing Shipper(s) shall remain responsible for payment of the demand charge associated with the released capacity up to the demand charge specified in the Releasing Shipper's Firm Transportation Agreement with Company. However, Company and Releasing Shipper may agree to a Negotiated Rate under a Firm Transportation Agreement and agree upon payment obligations and crediting mechanisms, in the event of a capacity release, that vary from or are in addition to those set forth herein and in Subsection 21.13(a) of these General Terms and Conditions; provided that nothing in the foregoing provision shall authorize Company or Releasing Shipper to violate the FERC's policy with respect to negotiation of terms and conditions of service.

Any increase in Company's rates, charges, and surcharges shall remain the responsibility of the Releasing Shipper; provided, however, that the Releasing Shipper may provide, in its capacity release offer, for the rates, charges or surcharges for released transportation rights to increase in accordance with any increases in Company's rates, charges and surcharges.

If a Releasing Shipper releases firm capacity, then Releasing Shipper's firm capacity rights shall be reduced by an amount equal to the quantity released, in accordance with Subsection 21.2 of these General Terms and Conditions, for the period of the capacity release, except for any period that the firm capacity is recalled by the Releasing Shipper (if permitted in the successful bid) and until such capacity is reput to the Replacement Shipper, in accordance with this Subsection 21.12.

A release for the entire remaining term of the Releasing Shipper's Firm Transportation Agreement shall effect a permanent release or a temporary release. In the event Releasing Shipper designates the capacity release offer as a permanent release, the Replacement Shipper shall be subject to all rights and obligations associated with the released capacity.

If a Releasing Shipper elects a temporary release, all contractual rights and obligations associated with the released capacity remain with the Releasing Shipper at the end of the term of the temporary release.

In accordance with the terms of a permanent release or a temporary release, the Replacement Shipper shall execute a new Firm Transportation Agreement under the applicable rate schedule pursuant to Part 284 of the Commission's regulations.

A Releasing Shipper shall describe fully in its capacity release offer any rights to recall the capacity being released and under what conditions the capacity shall be reput to the Replacement Shipper following any such recall.

A release by a Replacement Shipper shall not relieve the original Releasing Shipper or the Replacement Shipper of their obligations under this Section 21.

21.8 Rights and Obligations of Replacement Shipper

The Replacement Shipper's service under a capacity release shall be subject to and governed by the terms and conditions of the Releasing Shipper's Firm Transportation Agreement, the terms and conditions of the Replacement Shipper's winning bid, and the capacity release offer.

A Replacement Shipper shall be allowed to release the capacity under its Firm Transportation Agreement, provided that the original capacity release offer was not volumetrically based, and contained a provision to allow for the re-release.

The sum of the capacity re-released cannot exceed the awarded capacity to the Replacement Shipper under each individual capacity release offer.

Nominations to a point outside of the released Transportation Path by the Replacement Shipper or within the released Transportation Path by the Releasing Shipper shall be permitted. In the event that the combined quantity nominated by the Releasing Shipper and the Replacement Shipper exceed the Releasing Shipper's original mainline capacity entitlements, Company shall accept nominations for quantities in excess of the original mainline capacity entitlements in the overlapped portion of its system. When an overlap occurs at a point between a Releasing Shipper and its Replacement Shipper, in the circumstance of nominations to the same point, such nominations are allowed as long as the Transportation Quantity is not exceeded. When the Releasing Shipper and the Replacement Shipper each nominate to a secondary point out of their respective Transportation Path causing total nominated quantities to exceed a capacity limitation at a location on Company's system, Company shall schedule such nominations pursuant to Subsection 3.7 of the General Terms and Conditions.

The Replacement Shipper is entitled to nominate any Receipt Point or Delivery Point on Company's system, consistent with the same conditions applicable to any other firm Customer on Company's system.

21.9 Rights and Obligations of Company

Company makes no representation or warranty to any party concerning the accuracy or completeness of any posted information or concerning the willingness or ability of any Releasing Shipper to release transportation rights hereunder or of any Replacement Shipper to accept transportation rights hereunder. Company shall not be liable to any party for any damages, of any nature whatsoever, including without limitation any special, incidental or consequential damages, or any other kind that may arise in connection with the posting of information hereunder.

Company may refuse to allow a permanent capacity release if it has a reasonable basis to conclude that it will not be financially indifferent to the release. If Releasing Shipper's request to permanently release capacity is denied, Company shall notify Releasing Shipper in writing of the reason for such denial.

Company may invalidate any capacity release offer or any Bid subsequent to its posting on the System that does not conform in all respects to the requirements of Company's Tariff, or any Commission Order or regulation, and such invalidated capacity release offer or Bid shall be deemed null and void.

21.10 Bid and Award Process

(a) Bid Process

The Releasing Shipper shall specify which one of the following methods is acceptable for bidding on a given capacity release Offer: (i) Non-index-based release – dollars and cents, (ii) Non-index based release – percentage of Maximum Rate or (iii) Index-based formula as detailed in the capacity release offer. The Bids for the given capacity release Offer shall adhere to the method specified by the Releasing Shipper. [5.3.26]

Bidders may submit Bids during the Bidding Period applicable to a capacity release offer. All Bids must be submitted via the System. All contingencies must be identified on the Bid or capacity release offer.

In submitting a Bid, Bidders recognize that such Bids will be accessible by other Bidders through the System. Upon submission, all Bids will be assigned a Bid number and the identity of the Bidder will not be revealed during the Bidding Period.

For releases with a term of more than one year, or for releases with a term of one year or less that will take effect more than one year from the date Releasing Shipper notifies the Company of the release, bids shall not exceed the applicable Maximum Rate for the applicable firm transportation service being released as set forth on the currently effective Summary of Rates and Charges. The Maximum Rate shall not apply to Capacity Releases for a period of one year or less if the release is to take effect on or before one year from the date on which the Releasing Shipper notifies the Company of the release. For all releases, bids shall not be less than the applicable minimum rate set forth in the capacity release offer.

The quantity specified in a Bid may not exceed the maximum quantity or be less than the minimum quantity specified in a capacity release offer.

The release term specified in a Bid must meet the term specifications in the capacity release offer.

Bidding will be an iterative process such that a Bidder may submit any number of Bids during the Bidding Period; provided that each new submission of a Bid requires the withdrawal of any previous Bid submitted by Bidder such that a Bidder cannot have more than one Bid in

contention for the same capacity at one time. If a Bidder withdraws its Bid and resubmits a new Bid, such new Bid must be at a higher rate. A Bidder retains the right to withdraw its Bid by resubmitting a new Bid, until the close of the Bidding Period, at which time, such Bid shall become binding.

Bids must contain information consistent with the currently effective FERC adopted NAESB standards.

(b) Awarding of Capacity to a Successful Bidder

The determination of the successful Bidder shall be effected in accordance with the following procedures:

(i) Bid Evaluation Methodologies

The Releasing Shipper shall specify in the capacity release offer one of the following Bid evaluation methodologies: (1) highest rate, (2) net revenue, or (3) present value. A capacity release offer submitted specifying one of these methods shall be accorded the timeline treatment described in Subsection 21.11. However, the Releasing Shipper may choose another Bid evaluation method and this request also shall be accorded the timeline treatment described in Subsection 21.11 of these General Terms and Conditions. Company shall apply the method chosen to determine the successful Bidders as mandated thereby, provided that the capacity released to each successful Bidder shall be no less than one Dekatherm. If the Releasing Shipper desires to award more than one winner, the Releasing Shipper should allow for the acceptance of partial quantity Bids.

(ii) If the present value method is chosen, then Company shall evaluate the Bids and award the capacity based on the following procedures:

Company shall determine the Bid or Bids having the highest present value ("PV") based on the following formula:

$$PV = (\text{Bid Rate}) \times (\text{Bid MDQ}) \times \frac{1 - (1+i)^{-N}}{i}$$

where

Bid Rate = for firm releases, the demand charge that the Bidder has agreed to pay; for interruptible releases, the usage charge that the Bidder has agreed to pay.

Bid MDQ = the MDQ stated in the Bid.

i = interest rate per month (which shall be the then current maximum yield on five-year U.S. Government Treasury note divided by 12), and

N = term proposed by the Bidder.

- (iii) If the net revenue method is chosen, Company shall determine the Bid or Bids having the highest net revenue (NR) using the following formula:

$$NR = (\text{Bid Rate}) \times (\text{Bid Term}) \times (\text{Bid TQ})$$

where

Bid Rate = the daily charge which the Bidder has agreed to pay; for demand rate Bids, the charge is calculated by dividing the Bid rate received from the Bidder by 30.4 days per month (average days per month in a 365-day year).

Bid Term = the term proposed by the Bidder, in days.

Bid TQ = the TQ stated in the Bid, measured in Dekatherms.

- (iv) If a capacity release offer includes a Non-Exempt Prearranged Bidder, then the released transportation rights shall be awarded to the Non-Exempt Prearranged Bidder if (a) its Bid has a value determined in accordance with Subsection 21.6(a) equal to or higher than the highest value of the Bids submitted by all other Bidders, or (b) the Non-Exempt Prearranged Bidder agrees to match any Bid having a higher value, as applicable, within the time period provided by Subsection 21.11.
- (v) If only one Bidder has submitted a Bid that reflects the highest value, then the transportation rights shall be awarded to that Bidder, subject to any Non-Exempt Prearranged Bidder's exercise of its right of first refusal (matching) as set forth above.
- (vi) If two or more Bidders have submitted Bids that reflect the highest value, then subject to any Non-Exempt Prearranged Bidder's exercise of its right of matching, the released transportation rights will be awarded on the basis of a lottery that is limited to such Bidders, unless the Releasing Shipper has specified an alternative means for awarding the released capacity as between two or more equal Bids ("alternative tiebreaker"). The winner of the lottery or alternative tiebreaker shall be awarded the transportation rights for which it has submitted a Bid. Company will conduct the lottery or alternative tiebreaker in a non-discriminatory manner.
- (vii) Company shall not award capacity release offers to Replacement Shipper until and unless Replacement Shipper meets Company's creditworthiness requirements applicable to all services that it receives from Company, including the service represented by the capacity release. [5.3.59]
- (viii) For informational purposes only, Company shall post on its Informational Postings web site the identity of the winning Bidder, the terms of the successful Bid, and the Replacement Shipper's contract number.

21.11 Standard Capacity Release Timeline

The standard capacity release administrative timeline is as follows (all times are CCT pursuant to NAESB WGQ Standard No. 0.3.17) [5.3.2]:

- (a) For biddable releases (1 year or less):
 - (i) Offers shall be tendered such that they can be posted by 9:00 a.m. on a Business Day.
 - (ii) Open season ends at 10:00 a.m. on the same day or a subsequent Business Day.
 - (iii) Evaluation period begins at 10:00 a.m. during which any contingencies are eliminated, determination of best Bid is made, and ties are broken.
 - (iv) If no match is required, the evaluation period ends and the Award is posted by 11:00 a.m.
 - (v) Where match is required, the match is communicated by 11:00 a.m., the match response occurs by 11:30 a.m., and the Award is posted by 12:00 Noon.
 - (vi) The contract is issued within one hour of the Award posting (with a new contract number, when applicable).
 - (vii) Nomination is possible beginning at the next available nomination cycle for the effective date of the contract.
- (b) For biddable releases (more than 1 year):
 - (i) Offers shall be tendered such that they can be posted by 9:00 a.m. on a Business Day.
 - (ii) Open season shall include no less than three 9:00 a.m. to 10:00 a.m. time periods on consecutive Business Days.
 - (iii) Evaluation period begins at 10:00 a.m. during which any contingencies are eliminated, determination of best Bid is made, and ties are broken.
 - (iv) If no match is required, the evaluation period ends and the Award is posted by 11:00 a.m.
 - (v) Where match is required, the match is communicated by 11:00 a.m., the match response occurs by 11:30 a.m., and the Award is posted by 12:00 Noon.
 - (vi) The contract is issued within one hour of the Award posting (with a new contract number, when applicable).
 - (vii) Nomination is possible beginning at the next available nomination cycle for the effective date of the contract.
- (c) For non-biddable releases:
 - (i) The posting of prearranged deals that are not subject to bid are due no later than one hour prior to the nomination deadline for the applicable cycle, pursuant to NAESB WGQ Standard No. 1.3.2. The posting deadlines are:
 - Timely Cycle 12:00 Noon
 - Evening Cycle 5:00 p.m.
 - Intraday 1 Cycle 9:00 a.m.
 - Intraday 2 Cycle 1:30 p.m.
 - Intraday 3 Cycle 6:00 p.m.
 - (ii) The contract is issued within one hour of the Award posting (with a new contract number, when applicable).
 - (iii) Nomination is possible beginning at the next available nomination cycle for the effective date of the contract.

(d) Methodologies Supported by Standard Timeline

For the capacity release business process timing model, only the following methodologies are required to be supported by Company and provided to Releasing Shippers as choices from which they may select and, once chosen, shall be used in determining the Awards from the Bid(s) submitted. They are: (i) highest rate, (ii) net revenue and (iii) present value. For index-based capacity release transactions, the Releasing Shipper shall provide the necessary information and instructions to support the chosen methodology. [5.3.3]

(e) Methodologies Not Supported by Standard Timeline

Other choices of bid evaluation methodology (including other Releasing Shipper defined evaluation methodologies) can be accorded similar timeline evaluation treatment at the discretion of Company. However, Company is not required to offer other choices or similar timeline treatment for other choices, nor, is Company held to the timeline should the Releasing Shipper elect another method of evaluation. [5.3.3]

(f) The capacity release timeline applies to all parties involved in the capacity release process provided that: (i) all information provided by the parties to the transaction is valid and the Replacement Shipper has been determined to be creditworthy in accordance with Subsection 21.10(b)(vii) of these General Terms and Conditions before the capacity release bid is tendered; (ii) for index-based capacity release transactions, the Releasing Shipper has provided Company with sufficient instructions to evaluate the corresponding bid(s) according to the timeline, and (iii) there are no special terms or conditions of the release. Further Company may complete the capacity release process on a different timeline if the Offer includes unfamiliar or unclear terms and conditions (e.g. designation of an index not supported by Company). [5.3.1] Nominations by the winning Bidder may be submitted at the earliest available nomination cycle.

21.12 Standard Recall and Reput Notification Periods

Company shall support the following recall notification periods for all released capacity subject to recall rights (all times are CCT pursuant to NAESB WGQ Standard No. 0.3.17) [5.3.44]:

(a) Timely Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 8:00 a.m. on the day that Timely Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 9:00 a.m. on the day that Timely Nominations are due.

(b) Early Evening Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 3:00 p.m. on the day that Evening Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 4:00 p.m. on the day that Evening Nominations are due.

(c) Evening Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 5:00 p.m. on the day that Evening Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 6:00 p.m. on the day that Evening Nominations are due.

(d) Intraday 1 Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 7:00 a.m. on the day that Intraday 1 Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 8:00 a.m. on the day that Intraday 1 Nominations are due.

(e) Intraday 2 Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 12:00 p.m. on the day that Intraday 2 Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 1:00 p.m. on the day that Intraday 2 Nominations are due.

(f) Intraday 3 Recall Notification

- (i) A Releasing Shipper recalling capacity shall provide notice of such recall to Company and the first Replacement Shipper no later than 4:00 p.m. on the day that Intraday 3 Nominations are due.
- (ii) Company shall provide notification of such recall to all affected Replacement Shippers no later than 5:00 p.m. on the day that Intraday 3 Nominations are due.

(g) Deadline for Reput

The deadline for notifying Company of a reput is 8:00 a.m. to allow for timely nominations to flow on the next Gas Day. [5.3.54]

For recall notification provided to Company prior to the recall notification deadline above (specified in NAESB WGQ Standard No. 5.3.44) and received between 7:00 a.m. and 5:00 p.m., Company shall provide notification to all affected Replacement Shippers no later than one hour after receipt of such recall notification. [5.3.45]

For recall notification provided to Company after 5:00 p.m. and prior to 7:00 a.m., Company shall provide notification to all affected Replacement Shippers no later than 8:00 a.m. after receipt of such recall notification. [5.3.45]

The Releasing Shipper shall provide capacity recall notification to its affected Replacement Shipper(s) at the same time it provides notification to Company. The mode of notification shall be mutually agreed between the Releasing Shipper and its Replacement Shipper(s). [5.1.2]

In the event of an intraday capacity recall, Company shall determine the allocation of capacity between the Releasing Shipper and the Replacement Shipper(s) based upon the Elapsed Prorata Capacity (EPC). Variations to the use of EPC may be necessary to reflect the nature of Company's Tariff, services, and/or operational characteristics. [5.3.56]

Company shall support the ability for the Releasing Shipper to specify, as a condition of the release, whether the Releasing Shipper's recall notification must be provided exclusively on a Business Day. [5.3.51]

Company shall support the ability for the Releasing Shipper to specify, as a condition of a capacity release Offer, which recall notification period(s), as provided in NAESB WGQ Standard No. 5.3.44 and detailed in this Subsection, will be available for use by the parties. [5.3.50]

When capacity is recalled, it may not be reput for the same Gas Day. [5.3.53]

The service flexibility available to either the Releasing Shipper or the Replacement Shipper(s) for the subject capacity shall not be less as a result of the recall. [5.1.3]

For the recall notification provided to Company, Company's Tariff shall specify whether the quantity should be expressed in terms of (i) total released capacity entitlements or (ii) adjusted total released capacity entitlements based upon the EPC. The capacity entitlements resulting from the use of either (i) or (ii) should be the same. [5.3.55] The recall notification to Company shall specify the quantity in terms of total released capacity entitlements.

The amount of capacity allocated to the Replacement Shipper(s) shall equal the original released capacity less the recalled capacity that is adjusted based upon the EPC or other Company Tariff specific variations of the EPC in accordance with NAESB WGQ Standard No. 5.3.56. [5.3.58]

21.13 Billing

- (a) Company shall invoice Replacement Shipper in accordance with Section 5 of the General Terms and Conditions based upon the rates, charges and surcharges incorporated into the Firm Transportation Agreement as a result of the release. The demand charges for the Replacement Shipper will include the demand rate at which the firm transportation service is released including all adjustments subject to Subsections 21.14(d) and 21.13(b). For releases with a term of more than one year, or for releases with a term of one year or less that will take effect more than one year from the date Releasing Shipper notifies the Company of the release, the commodity charges for the Replacement Shipper will include the Maximum Commodity Rate including all adjustments subject to Subsection 21.14(d). If the Replacement Shipper fails to pay all or any portion of any bill by the due date specified on the invoice, Company shall send an invoice to the Releasing Shipper for all unpaid amounts up to the amount of the Releasing Shipper's demand charge, which the Releasing Shipper shall pay to Company with interest on the unpaid amount, which interest shall be calculated from the date that Company credited the Releasing Shipper for the applicable demand charges in accordance with Subsection 21.13(b). Releasing Shipper shall submit the payment within ten days of receipt of Company's invoice. Releasing Shipper shall be responsible for obtaining reimbursement for any such payment from Replacement Shipper. Failure of either the Replacement Shipper or Releasing Shipper to make timely payment, in accordance with Section 6 of these General Terms and Conditions, shall entitle Company to exercise the remedies available under the applicable service agreements and this Tariff, including suspension of service to the Releasing Shipper and the Replacement Shipper, as well as any other remedies available to Company.

- (b) The Releasing Shipper shall receive a demand credit equaling the demand charges for which Company has invoiced the Replacement Shipper. The demand charges for the purposes of this Section consist of the base demand rate, and all applicable surcharges. For releases made on a volumetric basis, the demand charges shall equal the daily demand rate multiplied by the volumes actually transported by the Replacement Shipper plus all applicable surcharges. A Releasing Shipper paying a discounted rate shall be entitled to receive any revenues from the release of its capacity that exceed the amount of the applicable surcharges. Company shall adjust the Releasing Shipper's demand credit to the extent necessary to implement the demand charge credits set forth in Section 37.5 of these General Terms and Conditions. In no event shall the demand charge credits as set forth in Section 37.5 of the General Terms and Conditions plus any demand credits provided under this Section 21.13 exceed in total, with respect to the Releasing Shipper and Replacement Shipper(s) combined, the total amount invoiced by Company to such Releasing Shipper and Replacement Shipper(s) combined.

21.14 Further Conditions on Release of Transportation Rights

- (a) Persons participating in this release program agree to be bound by and shall comply with the terms and conditions of this Tariff, and all applicable Commission rules, orders and regulations.
- (b) All terms and conditions in all Release Requests must be non-discriminatory, objectively stated, and applicable to all Bidders.
- (c) The minimum term for any release shall be one day and the maximum term shall be the remaining term of the Releasing Shipper's Transportation Service Agreement.
- (d) For releases with a term of more than one year, or for releases with a term of one year or less that will take effect more than one year from the date Releasing Shipper notifies the Company of the release, the Bid for a volumetric release shall not exceed the daily demand rate for the released capacity. Such rate for volumetric releases only applies to the demand portion of the rate; the Replacement Shipper will also be liable for all usage charges. The rates for all other releases with a term of more than one year, or for releases with a term of one year or less that will take effect more than one year from the date Releasing Shipper notifies the Company of the release shall be the applicable demand rate and commodity rate, as well as all other applicable rates, charges and surcharges set forth in this Tariff, notwithstanding any discount to such rates, charges or surcharges then in effect for the Releasing Shipper.
- (e) All terms and conditions of all releases must be consistent with the terms and conditions of the Releasing Shipper's Service Agreement and with this Tariff, including the provisions on nominations and scheduling of service and curtailment of service.
- (f) Company shall not be obligated to deliver in excess of the total daily contract quantity of the release as a result of NAESB WGQ Standard No. 5.3.55. [5.3.57]
- (g) Company shall accept nominations, schedule service, afford priority of service and curtail service based on instructions and communications from the Releasing Shipper and the Replacement Shipper that are consistent with one another and with the terms and conditions of Company's Tariff and their respective service agreements. In the event that instructions or nominations from the Releasing Shipper and Replacement Shipper are, in Company's sole opinion, inconsistent or conflicting, Company shall use reasonable efforts to contact the Releasing Shipper and Replacement Shipper to resolve the conflicting communications. In the event Company is unable to resolve the conflict prior to the time that it must take the required action, Company shall comply with the instructions of the Releasing Shipper; provided however that such instructions must not be inconsistent with Company's Tariff or

the terms of either the Releasing Shipper's or Replacement Shipper's service agreement, in Company's sole opinion. The Releasing Shipper will indemnify Company against any claim or suit by the Replacement Shipper, its successors or assigns, arising from any action taken by Company in reliance upon the Releasing Shipper's nominations and instructions and will hold Company harmless for any action taken by Company in reliance upon the nominations and scheduling instructions of the Replacement Shipper. The Replacement Shipper will indemnify Company against any claim or suit by the Releasing Shipper, its successors or assigns, arising from any action taken by Company in reliance upon the nominations and scheduling instructions of the Replacement Shipper and will hold Company harmless for any actions taken by Company in reliance upon the instructions of the Releasing Shipper.

- (h) Except as provided in Subsection 21.14(i), in the event that the Commission orders refunds of any rates charged by Company, Company shall provide refunds to applicable Releasing Shipper(s), including Replacement Shippers who acquired capacity under a permanent release, to the extent such Replacement Shippers have paid a rate in excess of Company's applicable Maximum Demand Rates. Releasing Shipper shall bear the responsibility for providing any refunds to the appropriate Replacement Shipper(s) who acquired capacity under a temporary release.
- (i) For releases not subject to the Maximum Rate, i.e., with a term of one year or less and the release is to take effect on or before one year from the date on which the Releasing Shipper notifies the Company of the release, the rate paid by the Replacement Shipper will be deemed to be a final rate and is not subject to refund.

21.15 Marketing of Capacity Release

Company shall have no obligation to market any capacity available to be released by a Releasing Shipper. Company, however, may agree to market capacity for a Releasing Shipper and may negotiate a fee with the Releasing Shipper for such service.

21.16 Request to Purchase Releasable Capacity

Under this Section 21, Company shall provide the ability for a potential Replacement Shipper to communicate to potential Releasing Shippers, through the Company, a request to purchase capacity that is releasable. Such request shall be provided to Company electronically and shall include, at a minimum, the following types of information: contact information, quantity(ies) requested, date range, location information, other terms and conditions specified by the potential Replacement Shipper, and any additional information as required by Company. Company shall post on its Informational Postings Web site under the Notices category, pursuant to NAESB WGQ Standard No. 4.3.23, instructions on how a request shall be electronically provided to Company. [5.3.73]

Company shall post such request on its Informational Postings Web site as a Notice identified by a NAESB-defined Notice Type that indicates that it is a request to purchase capacity through the capacity release process and such Notice shall be provided pursuant to NAESB WGQ Standard No. 5.4.16. [5.3.73] Company shall post such request for the period requested by the potential Replacement Shipper.

22. SALES AND PURCHASES OF GAS FOR OPERATIONAL PURPOSES

22.1 Operational Transactions

Company may from time to time, in its discretion, enter into purchase or sale transactions with third parties to balance its system and to maintain operational integrity of the system. Such transactions may include, but are not limited to, purchases or sales (i) to maintain system pressure and line pack; (ii) to balance fuel quantities; (iii) to resolve Customer imbalances or other imbalances; (iv) to adjust line pack in advance of anticipated changes in demand (e.g., due to forecasted temperatures) or operational conditions (e.g., planned maintenance on Company's system or the systems of upstream or downstream pipelines); and (v) to perform other operational functions of Company. Company shall conduct such transactions on a not unduly discriminatory basis.

22.2 Gas Sales Procedures

Company shall have the right to make the interruptible sales of excess gas described in this Section 22 from time to time at system Delivery Points pursuant to the terms of the blanket certificate of public convenience and necessity granted to Company pursuant to 18 C.F.R. Part 284, Subpart J and Order No. 636 of the Commission. Sales of gas pursuant to this Section 22 shall be made under rates, terms and conditions mutually agreed upon between Company and purchasers, provided, however, that all such sales shall be fully interruptible and shall be curtailable pro rata without regard to transportation arrangements made by purchasers. Company shall either post notice of such sales on its Informational Postings web site in order to obtain bids for such gas or shall make such sales through an independent party such as the IntercontinentalExchange (ICE) or another independent trading platform, exchange or clearing house.

23. ALLOCATION AND CREDITING OF PENALTIES

23.1 Amounts Invoiced for OFO and PAL Penalties

All amounts invoiced by Company as payment of OFO and PAL penalties, net of incremental administration charges, shall be credited to Eligible Customers in the month such penalties are invoiced.

For a given month, Eligible Customers are Customers who did not incur an OFO and/or PAL penalty. An Eligible Customers shall receive a pro rata allocation of the net amount invoiced based on such Customer's Scheduled Quantities during such month. The resulting allocation will be disbursed monthly to the Eligible Customers as a credit on their invoice.

Company shall post on its Informational Postings web site each month the amount invoiced for non-LMS penalties.

A non-LMS infraction within a given month will not exclude a Customer from being an Eligible Customers for any other month.

23.2 Amounts Invoiced for Daily Imbalance Penalties

All amounts invoiced by Company as payment of Daily Imbalance Charge penalties, net of incremental administration charges, shall be credited to Eligible LMS Parties for the month invoiced.

For a given day, Eligible LMS Parties are Parties who have executed LMS-MA or LMS-PA agreements with Company who did not incur a Rate Schedule LMS related penalty. An Eligible LMS Party shall receive a pro rata allocation of the net amount of penalty invoiced for a day based on such Eligible LMS Party's total Scheduled Quantities for the day the penalties are incurred. The resulting daily allocation will be aggregated and disbursed on a monthly basis to the Eligible LMS Parties as a credit on their invoice.

Company shall post on its Informational Postings web site each month the amount of penalties invoiced for the Daily Imbalance Charge and the amount credited to each Eligible LMS Party.

An LMS infraction on a given day will not exclude an Eligible LMS Party from being an Eligible LMS Party for any other day within such calendar month.

24. AGENCY

A Customer may delegate to a third party (Agent), authority to exercise certain or all rights and perform certain or all obligations set forth in one or more agreements entered into between Customer and Company ("Delegated Agreements"). A Customer may delegate to Agent, the specific rights and obligations set forth above pursuant to the terms and conditions of the Agency Authorization Agreement and the terms and conditions of the underlying Delegated Agreements. A Customer may not delegate to more than one Agent the same rights and/or obligations for a Delegated Agreement(s) pursuant to the terms and conditions of the Agency Authorization Agreement.

Company, Customer and Agent must enter into an Agency Authorization Agreement provided on Company's web site (www.oneok.com/mgt) under Customer Activities. Such Agency Authorization Agreement must be submitted to Company at least two Business Days prior to the requested effective date. Agent shall have all rights and obligations under the Delegated Agreements as set forth in the Agency Authorization Agreement. Customer's delegation to its Agent(s) pursuant to this Section 24 shall not confer to either Customer or Agent(s) rights outside of or in contravention of the terms and conditions of the Delegated Agreements.

Company shall rely on communications and actions of Agent for all purposes that are within the authority conveyed by the Agency Authorization Agreement. Such communications with, and actions by, Agent that are within the authority conveyed by the Agency Authorization Agreement shall be deemed communications with or actions by Customer. Customer shall indemnify and hold Company harmless from suits, actions, costs, losses and expenses (including, without limitation, attorney's fees) arising from claims associated with Company's reliance on such communications and actions of Agent. If Agent fails to meet such obligations under the Delegated Agreements, then, without Company being obligated to proceed against such Agent, Customer shall be liable for all obligations under the Delegated Agreements.

A third party may administer and aggregate rights under multiple Delegated Agreements as the Agent for one or more Customer(s); provided however, that such Agent (i) shall separately administer and account for each Delegated Agreement, including without limitation submitting nominations and calculating any imbalances and (ii) shall utilize such Delegated Agreements for the transportation, supply aggregation or balancing of gas for only those Customers that have delegated the rights and obligations under their Delegated Agreements.

25. REQUESTS FOR SERVICE

Subject to any conditions set forth in the applicable rate schedule, this Section shall govern qualification for receipt of service from Company.

25.1 Requests for Service

- (a) All persons requesting service under any of Company's rate schedules or persons requesting Operational Balancing Agreements must provide, via the System or by facsimile or in writing when necessary, the information required by this Section 25 and all information necessary to fill in the blanks and complete the applicable form of agreement in order to qualify for service. No request for service will be scheduled until all of the required information has been provided.
- (b) For requests for service received on or after January 5, 2012, except as expressly set forth in Section 25.1(d) or other provisions of this FERC Gas Tariff, Company may award available capacity for firm transportation service to commence at a future date only within the following timeframes.
 - (i) For service with a primary contract term of three months or less, Company may award a capacity no earlier than fifteen (15) calendar days prior to the proposed commencement date of service.
 - (ii) For service with a primary contract term of greater than three months, but less than one year, Company may award capacity no earlier than thirty (30) calendar days prior to the proposed commencement date of service.
 - (iii) For service with a primary contract term of one (1) year or longer, Company may award capacity no earlier than ninety (90) calendar days prior to the proposed commencement date of service.
- (c) Company shall deny a request for capacity to the extent honoring the request would have the effect of awarding capacity prior to the timeframes set forth in Section 25.1(b), due to the unavailability of the requested capacity for all of the requested primary contract term. For example, if a request specified a primary contract term of one year, but the capacity was available for only five months, Company would reject the request if it were made prior to the timeframe set forth in Section 25.1(b)(i), with the date the capacity became available deemed to be the start of the requested primary term. Notwithstanding the above:
 - (i) Company may consider a request described above pursuant to Section 25.1(d).
 - (ii) Company and Customer may agree to contract for less than all the requested capacity as long as the award is within the timeframes set forth in Section 25.1(b). For example, if a Customer requested 15,000 dth/day of capacity for a term of one year, and only 5,000 dth/day was available for a six-month period beginning four months after the request was made, Company and Customer could agree to contract for the available capacity for a six-month term consistent with the timeframe set forth in Section 25.1(b)(ii).
- (d) Company may consider, on a not unduly discriminatory basis, a request for firm service outside the time periods specified in Section 25.1(b), if the request involves circumstances which include the following:
 - (i) The request is for capacity pursuant to an open season initiated by Company pursuant to the open season process set forth in Section 25.6 below;

- (ii) The request involves the acquisition, modification or construction of facilities or, terms and conditions that may require prior Commission approval or notice; or
- (iii) The request is for capacity offered on a pre-arranged basis pursuant to the process set forth at Section 35 of the General Terms and Conditions.
- (e) If Company allows a variation from the time periods specified in Section 25.1(b), in accordance with the circumstances described in Section 25.1(c)(i)-(ii) or otherwise, Company shall provide reasons for the variation in the notice of the open season or by means of an Informational Postings notice. Company shall deviate from the time periods specified in Subsection 25.1(b) only in a not unduly discriminatory manner consistent with Commission regulations.

25.2 Company Response to Requests for Service

- (a) If Company determines that firm capacity is available to satisfy a request or a successful Bid for released capacity, then Company shall approve on-line, or by facsimile when necessary, the applicable service agreement as set forth in Company's FERC Gas Tariff, with the agreed upon terms and conditions contained therein. Customer shall execute on-line, or execute and return via facsimile or email, if necessary, the service agreement within the time period specified by the applicable Tariff provision. Customer's execution on-line, following Company's approval, shall consummate a binding contract between the parties. In the event that the service agreement is not executed and returned to Company within 30 days after Company tendered it, Company shall consider the request for service invalid.
- (b) If Company determines that firm capacity is not available to satisfy a request for service, then Company shall so notify Customer.

25.3 Modification of Service

Any modification of an existing service shall be requested either through the System or, when necessary, by Customer's submission via facsimile, email or in writing of a new request for service with a notation on the request that the service requested is a modification of an existing service. Such request, after having been fully processed and accepted by Company, shall be deemed to be an amendment to the underlying service agreement.

25.4 Credit Evaluation

Unless previously provided to Company in the prior three months, a Customer seeking service from Company under any of Company's rate schedules must provide:

- (a) a copy of Customer's most recent audited financial statement or financial statements certified by the Chief Financial Officer or Chief Accounting Officer of the Customer (which certificate shall state that such financial statements fairly present the financial condition and results of operations of the Customer for the period indicated therein) prepared in accordance with generally accepted accounting principles or, for non-U.S.-based Customers, prepared in accordance with equivalent standards;
- (b) a copy of Customer's most recent twelve months audited financial statement or Annual Report and, if applicable, Form 10-K (or similar annual Securities and Exchange Commission filing); and
- (c) a list of Customer's affiliates, including parent and subsidiaries, if applicable.

In the event Customer cannot provide the information in Subsection 25.4 herein, Customer shall, if applicable, provide that information for its parent company. Company shall not be required to perform or to continue service under any Rate Schedule on behalf of any Customer who is or has become insolvent or who, at Company's request, fails within a reasonable period to demonstrate creditworthiness; provided, however such Customer may receive service under any Rate Schedule if Customer prepays for such service or furnishes good and sufficient security, as determined by Company in its reasonable discretion, in amount equal to the cost of performing the service requested by Customer for a three month period.

For purposes herein, the insolvency of a Customer shall be conclusively demonstrated by the filing by Customer or any parent entity thereof (hereinafter collectively referred to as "the Customer"), of a voluntary petition in bankruptcy or the entry of a decree or order by a court having jurisdiction in the premises adjudging the Customer bankrupt or insolvent, or approving, as properly filed, a petition seeking reorganization, arrangement, adjustment or composition of or in respect of the Customer under the Federal Bankruptcy Act or any other applicable federal or state law, or appointing a receiver, liquidator, assignee, trustee, sequestrator (or other similar official) of the Customer or of any substantial part of its property, or the ordering of the winding-up or liquidation of its affairs, with said order or decree continuing unstated and in effect for a period of sixty (60) consecutive days.

25.5 Creditworthiness Notices

25.5.1 Company Responsibilities

- (a) Company shall designate, on its Internet website or in written notices to Customer, the Internet E-mail addresses of up to two representatives who are authorized to receive notices regarding Customer's creditworthiness. A Customer's obligation to provide confirmation of receipt is met by sending such confirmation to such representatives, and Company shall manage internal distribution of any such confirmations. [0.3.7]
- (b) If Company requests additional information to be used for credit evaluation after the initiation of service, Company, contemporaneous with the request, shall provide its reason(s) for requesting the additional information to Customer and designate to whom the response shall be sent. Company and Customer may mutually agree to waive this requirement. [0.3.3]
- (c) Upon receipt from Customer of all credit information provided, Company shall notify Customer's authorized representative(s) that it has received such information. Company and Customer may mutually agree to waive this requirement. [0.3.6]
- (d) After Company's receipt of Customer's request for re-evaluation, including all required information pursuant to NAESB WGQ Standard No. 0.3.8 ("Customer's Request"), within five (5) Business Days, Company shall provide a written response to Customer's Request. Such written response shall include either a determination of creditworthiness status, clearly stating the reason(s) for Company's decision, or an explanation supporting a future date by which a re-evaluation determination will be made. In no event shall such re-evaluation determination exceed twenty (20) Business Days from the date of the receipt of the Customer's Request unless specified in Company's FERC Gas Tariff or if the parties mutually agree to some later date. [0.3.9]
- (e) Regarding capacity release transactions, Company shall provide the original Releasing Shipper with Internet E-mail notification reasonably proximate in time

with any of the following formal notices given by Company to the Releasing Shipper's Replacement Shipper(s), of the following [5.3.60]:

- (i) Notice to the Replacement Shipper regarding the Replacement Shipper's past due, deficiency, or default status pursuant to this Section 25 and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff;
- (ii) Notice to the Replacement Shipper regarding the Replacement Shipper's suspension of service notice;
- (iii) Notice to the Replacement Shipper regarding the Replacement Shipper's contract termination notice due to default or credit-related issues; and
- (iv) Notice to the Replacement Shipper that the Replacement Shipper(s) is no longer creditworthy and has not provided credit alternative(s) pursuant to this Section 25.

25.5.2 Customer Responsibilities

- (a) Customer shall designate up to two representatives who are authorized to receive notices regarding the Customer's creditworthiness, including requests for additional information, and shall provide to Company the Internet E-mail addresses of such representatives prior to the initiation of service. Written requests and responses shall be provided via Internet E-mail, unless otherwise agreed to by the parties. The obligation of Company to provide creditworthiness notifications is waived until the above requirement has been met. Customer shall manage internal distribution of any creditworthiness notices that are received. [0.3.7]
- (b) Upon receipt of either an initial or follow-up request from Company for information to be used for creditworthiness evaluation, the Customer's authorized representative(s) shall acknowledge receipt of Company's request. Company and Customer may mutually agree to waive this requirement. [0.3.4]
- (c) Customer's authorized representative(s) shall respond to Company's request for credit information, as allowed by this Section 25, on or before the due date specified in the request. Customer shall provide all the credit information requested by Company or provide the reason(s) why any of the requested information was not provided. [0.3.5]
- (d) At any time after Customer is determined to be non-creditworthy by Company, Customer may initiate a creditworthiness re-evaluation by Company. As part of Customer's re-evaluation request, Customer shall either update or confirm in writing the prior information provided to Company related to Customer's creditworthiness. Such update shall include any event(s) that Customer believes could lead to a material change in Customer's creditworthiness. [0.3.8]

25.5.3 Designating Notice Representatives

Company's and Customer's authorized creditworthiness representative(s) for Internet E-mail notifications, responses and requests as described in this Section 25 shall be established by initiating a request as prescribed on Company's Customer Activities site.

In complying with the creditworthiness-related notifications pursuant to this Section 25 and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff, Customer and Company may mutually agree to other forms of communication in lieu of Internet E-mail notification. [0.3.10]

25.6 Solicitation of Bids for Capacity

- (a) Company shall (1) post notice of its capacity that is available on a first-come, first-served basis, for service to start immediately or in the future, or (2) post notice of an open season for its available capacity for service to start immediately or in the future, or (3) post notice of an open season for expansion projects including requests for incremental service at a date later than the in-service date of the expansion facilities.

Regarding (2) and (3), the open season notice will be posted for a period of no less than three Business Days for available capacity for service to start immediately or in the future and no less than 20 Business Days for expansion projects on Company's system and will include the following information:

- (i) the location of the capacity or proposed expansion;
 - (ii) the total quantity, if applicable;
 - (iii) the date capacity is available or proposed to be available; and
 - (iv) Bid evaluation methodology, if applicable.
- (b) Regarding (2) and (3), if an open season notice includes service to start at some time in the future, the Bid methodology will include a net present value analysis and the notice will be posted at least three Business Days prior to bidding. In addition, Company will post whether Bids have been received and show the full net present value (NPV) analysis for the highest Bid received, the Customers' Bids, and provide the actual calculation of the NPV. Company will award the capacity based upon the highest net present value. In the event of equal Bids on the basis of a NPV calculation, capacity will be awarded on a pro rata basis. Customer shall be required to indicate in its Bid whether it is willing to accept a lesser quantity in the event such capacity is awarded on a pro rata basis due to equal Bids. For purposes of its NPV evaluation, Company may consider the aggregate NPVs of two or more Bids.
- (c) Regarding (2), if no acceptable Bids are received during an open season, Company will post the capacity on its system in order that it may be awarded on a first-come, first-served basis at a mutually agreed upon rate. Customers must submit a request for such capacity by electronic mail and/or facsimile to Company's Marketing Department. The time stamp on the communication will be used to determine the sequence of Bids.

Company reserves the right not to award capacity at less than the applicable Maximum Rate. Company shall not award capacity at less than the Maximum Rate to an Affiliate as defined in Section 358 of the Commission's regulations unless a request for a discount from an Affiliate is first posted for competitive Bid and no other competitive Bids are determined to be the best Bid as a result of such posting.

26. CONDITIONS FOR A CONTRACT DEMAND REDUCTION

If Customer is (1) an LDC (a local gas distribution company subject to state or local regulation or owned by a governmental entity), that provides documentation satisfactory to Company that it is subject to unbundling risks, and is entering into a new transportation agreement, or an extension of its initial transportation agreement, under Rate Schedule FT-A; (2) contracted to pay the Maximum Rate or a Negotiated Rate under Rate Schedule FT-A; (3) not requiring incremental facilities to render service to Customer for the capacity under Customer's transportation agreement; (4) contracted for a term of three years or more; and (5) using Portland, Tennessee, as its stated receipt point in its transportation agreement, then Customer may elect to reduce the Transportation Quantity in such Rate Schedule FT-A Transportation Agreement by up to 17% of the Transportation Quantity on an annual basis after the first year of service, upon a minimum of one year written notice by Customer to Company.

27. DISCOUNTED RATES AND NEGOTIATED RATES

27.1 Discounting Authority

Company may, from time to time, selectively adjust any or all of the rates charged to any individual Customer for service under Part 284 of the Commission's regulations for which Maximum and Minimum Rates are stated in this FERC Gas Tariff. The ACA Surcharge is non-discountable.

27.2 Discounted Rate Agreements

From time to time Customer and Company may agree in writing on a level of discount of the otherwise applicable rates and charges in addition to a basic discount from the stated Maximum Rates.

In all circumstances the discounted rate shall be between the Maximum Rate and the Minimum Rate applicable to the service provided.

For example, Company may provide a specific discounted rate:

- (a) to certain specified quantities under the agreement (referred to as quantity rate type); or
- (b) if specified quantity levels are actually achieved or with respect to quantities below a specified level (referred to as quantity level rate type); or
- (c) during specified time periods (referred to as time period rate type or contract rate type); or
- (d) to points of receipt (referred to as point rate type), points of delivery (referred to as point rate type, transportation paths (referred to as point to point rate type) or defined geographical areas (referred to as zone rate type); or
- (e) in a specified relationship to the quantities actually transported (i.e., that the rates shall be adjusted in a specified relationship to quantities actually transported) (referred to as relationship rate type); or
- (f) to provide that if one rate component which was equal to or within the applicable Maximum and Minimum Rate at the time the discount agreement was executed subsequently exceeds the applicable Maximum Rate or is below the applicable Minimum Rate due to a change in Company's Maximum Rates and/or Minimum Rates, so that such rate component must be adjusted downward or upward to equal the new applicable Maximum or Minimum Rate, then other rate components may be adjusted upward or downward to achieve the agreed-upon overall rate, so long as none of the resulting rate components exceed the Maximum Rate or are below the Minimum Rate applicable to the rate component. Such changes to rate components shall be applied prospectively, commencing with the date a Commission order accepts applicable revised Maximum and Minimum Rates. However, nothing contained herein shall be construed to alter a refund obligation under applicable law for any period during which rates which had been charged under a discount agreement exceeded rates which ultimately are found to be just and reasonable (referred to as rate component rate type); or

- (g) based upon published index prices for specific Receipt and/or Delivery Points or other agreed-upon published pricing reference points for price determination. (Such discounted rate may be based upon the differential between published index prices or arrived at by formula and shall be referred to as index price differential rate type.) Each service agreement entered into pursuant to this Subsection 27.2 (i) shall not change the underlying rate design; (ii) shall not include any minimum bill or minimum take provision that has the effect of guaranteeing revenue; (iii) shall define the rate component(s) to be discounted.

27.3 Negotiated Rates

Notwithstanding any provision of this FERC Gas Tariff to the contrary, Company and Customer may mutually agree in writing to rates, rate components, charges or credits for service that differ from those rates, rate components, charges or credits that are otherwise prescribed, required, established or imposed by the applicable Rate Schedule or by any other applicable provision of this FERC Gas Tariff ("Negotiated Rates"). If Company agrees to such Negotiated Rates, then the Negotiated Rate(s) shall be effective only for the period agreed upon by Company and approved by the Commission. During such period, the Negotiated Rate shall govern and apply to the Customer's service and the otherwise applicable rate, rate component, charge or credit which the parties have agreed to replace with the Negotiated Rate shall not apply to, or be available to, the Customer. At the end of such period, the otherwise applicable Maximum Rates or charges shall govern the service provided to Customer. Only those rates, rate components, charges or credits identified by Company and Customer in writing as being superseded by a Negotiated Rate shall be ineffective; all other rates, rate components, charges or credits prescribed, required, established or imposed by the applicable Rate Schedule or other provisions of Company's FERC Gas Tariff shall remain in effect. Company shall make any filings at the FERC necessary to effectuate a Negotiated Rate.

28. CONSTRUCTION OF NEW FACILITIES

28.1 Construction and Financing of Laterals

Unless otherwise agreed to by the parties, Company shall not be required to own, construct or install gas supply or market area lateral facilities. In the event Company agrees to own, construct or install gas supply or market area lateral facilities, Company shall do so on a not unduly discriminatory basis, and may require the payment of a New Facilities Charge to reimburse the costs (including income tax effects resulting from such reimbursement) associated therewith as agreed to by the parties.

28.2 Expansion Facilities

In the event that Company determines that it will construct facilities that will result in the expansion of its pipeline system, Company shall offer the proposed expansion capacity to all Customers on a non-discriminatory basis. Nothing in this policy statement shall require Company to file an application for a certificate of public convenience and necessity under Section 7(c) of the Natural Gas Act. Nothing in this policy statement, further, shall prevent Company from contesting an application for service filed pursuant to Section 7(c) of the Natural Gas Act. Company reserves the right to seek a waiver of the policy set forth herein, for good cause shown.

28.3 Construction of Facilities at Customer Request

Company, on a not unduly discriminatory basis, may agree to Customer requests to construct facilities (including laterals) to render transportation services under any rate schedule to interconnect with facilities that either cross or are immediately adjacent to Company's existing facilities. Company may decline requests for construction or a new interconnect for reasons including but not limited to that the construction or interconnect will: (i) result in the expansion or diminishment of Company's mainline capacity; (ii) result in additional costs to Company; or (iii) compromise the operational integrity or gas quality of Company's pipeline system.

28.4 Ownership of Facilities and Accounting Treatment

Company will own and operate all facilities constructed unless otherwise expressly agreed in writing. Company shall not use the amounts collected as New Facilities Charges (as either costs or revenues) in establishing its general system rates.

29. PERIODIC REPORTS

The following is a list of periodic reports that Company must make pursuant to Commission order (including an order approving tariff submissions) or to a settlement initiated under Parts 154 or 284 of the Commission's regulations:

(a) Cash Out Report

This report reflects the net cash out activity for the prior annual period, which for purposes of the report, begins on the restructuring anniversary of September 1 and must be filed with the Commission at the end of each annual period. For more information, see Company's Rate Schedule LMS-MA.

(b) OFO Report

This report provides details regarding OFOs if issued during the previous quarter and must be provided to all Customers and Balancing Parties quarterly. For more information, see Section 8 of the General Terms and Conditions of Company's FERC Gas Tariff.

(c) Gas Sales and Purchases Report

This report describes Company's gas purchases and sales for the prior annual period, which for purposes of this report, begins on the restructuring anniversary of September 1 and must be filed with the Commission at the end of each annual period. For more information, see Section 22 of the General Terms and Conditions of Company's FERC Gas Tariff.

30. NORTH AMERICAN ENERGY STANDARDS BOARD WHOLESALE GAS QUADRANT ("NAESB WGQ") STANDARDS

Compliance with 18 CFR, Section 284.12

Company has adopted the Business Practices and Electronic Communications Standards, NAESB WGQ Version 3.2, which are required by the Commission in 18 CFR Section 284.12(a). Standards without accompanying identification or notations are incorporated by reference. Standards that are not incorporated by reference are identified along with the tariff record in which they are located. Standards for which waivers or extensions of time have been granted are also identified.

Standards not Incorporated by Reference and their Location in Tariff:

Pursuant to NAESB's Copyright Procedure Regarding Member and Purchaser Self-Executing Waiver as adopted by the NAESB Board of Directors on April 4, 2013, Company may publish in its tariff, compliance filings, in communications with customers or stakeholders in conducting day to day business or in communications with regulatory agencies some or all of the language contained in NAESB standards protected by copyright, provided that Company includes appropriate citations in the submission.

Company has elected to reproduce the following NAESB WGQ standards and selected optional principles subject to NAESB's limited copyright waiver. With respect to each reproduced standard, Company incorporates the following: © 1996 – 2020 NAESB, all rights reserved.

<u>NAESB Standard</u>	<u>Tariff Record</u>	<u>Tariff Provision</u>
Creditworthiness Standards:		
0.3.3	Part 8, Section 25 Requests for Service	25.5.1(b)
0.3.4	Part 8, Section 25 Requests for Service	25.5.2(b)
0.3.5	Part 8, Section 25 Requests for Service	25.5.2(c)
0.3.6	Part 8, Section 25 Requests for Service	25.5.1(c)
0.3.7	Part 8, Section 25 Requests for Service	25.5.1(a); 25.5.2(a)
0.3.8	Part 8, Section 25 Requests for Service	25.5.2(d)
0.3.9	Part 8, Section 25 Requests for Service	25.5.1(d)
0.3.10	Part 8, Section 25 Requests for Service	25.5.3
General Applicable Standards:		
0.3.17	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.11
Nominations Related Standards:		
1.1.10	Part 8, Section 9 Title to Gas	9.3.1
1.1.11	Part 8, Section 9 Title to Gas	9.3.1
1.1.12	Part 8, Section 8 Operational Flow Orders (OFO)	8.2
1.1.16	Part 5, Section 5 Invoicing	5.1
1.1.21	Part 8, Section 9 Title to Gas	9.3.1
1.2.6	Part 8, Section 1 Definitions	Definition: "Operational Flow Order" or "OFO"
1.2.13	Part 8, Section 1 Definitions	Definition: "Title"
1.2.14	Part 8, Section 1 Definitions	Definition: "Title Transfer"
1.2.15	Part 8, Section 1 Definitions	Definition: "Title Transfer Tracking"

1.2.16	Part 8, Section 1 Definitions	Definition: "Title Transfer Tracking Service Provider"
1.2.17	Part 8, Section 1 Definitions	Definition: "Third Party Account Administrator"
1.2.19	Part 8, Section 1 Definitions;	Definition: "Title Transfer
	Part 8, Section 9 Title to Gas	Nomination"; 9.3.2
1.3.1	Part 8, Section 1 Definitions	Definition: "day" or "Gas Day"
1.3.2(i-vi)	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.6.1(i-vi)
1.3.14	Part 8, Section 1 Definitions	Definition: "Dekatherm"
1.3.16	Part 8, Section 38 Fuel Retention Percentage Adjustment	38.2
1.3.26	Part 8, Section 8 Operational Flow Orders (OFO)	8.5
1.3.51	Part 8, Section 11 Notices	11.4
1.3.64	Part 8, Section 9 Title to Gas	9.3.1
1.3.65	Part 8, Section 9 Title to Gas	9.3.1
1.3.66	Part 8, Section 9 Title to Gas	9.3.3
1.3.67	Part 8, Section 9 Title to Gas	9.3.3
1.3.68	Part 8, Section 9 Title to Gas	9.3.1
1.3.69	Part 8, Section 9 Title to Gas	9.3.3
1.3.71	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.4.3
1.3.72	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.6.3
1.3.73	Part 8, Section 9 Title to Gas	9.3.3
1.3.74	Part 8, Section 9 Title to Gas	9.3.1
1.3.76	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.6.3
1.3.77	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.6.3

Flowing Gas Related Standards:

2.2.2	Part 8, Section 1 Definitions	Definition: "Operational Impact Area"
2.2.3	Part 8, Section 1 Definitions;	Definition: "Netting";
	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.11	Part 8, Section 4 Measuring Equipment	4.6.2
2.3.12	Part 8, Section 4 Measuring Equipment	4.6.2
2.3.13	Part 8, Section 4 Measuring Equipment	4.6.2
2.3.14	Part 8, Section 4 Measuring Equipment	4.6.2
2.3.19	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.4.3
2.3.26	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.4.5
2.3.29	Part 8, Section 36 Operational Balancing Agreement Policy	36.2
2.3.30	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.31	Part 8, Section 6 Payments;	6.4;
	Part 8, Section 36 Operational Balancing Agreement Policy	36.2

2.3.40	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.41	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.42	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.43	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.44	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.45	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10
2.3.47	Part 8, Section 3 Measurement Reporting and Scheduling of Receipts and Deliveries	3.10

Invoicing Related Standards:

3.2.1	Part 8, Section 1 Definitions	Definition: "Business Day"
3.3.3	Part 8, Section 5 Invoicing	5.4
3.3.4	Part 8, Section 5 Invoicing	5.4
3.3.5	Part 8, Section 5 Invoicing	5.4
3.3.6	Part 8, Section 5 Invoicing	5.4
3.3.7	Part 8, Section 5 Invoicing	5.4
3.3.9	Part 8, Section 5 Invoicing	5.4
3.3.10	Part 8, Section 5 Invoicing	5.4
3.3.11	Part 8, Section 5 Invoicing	5.4
3.3.12	Part 8, Section 5 Invoicing	5.4
3.3.13	Part 8, Section 5 Invoicing	5.4
3.3.14	Part 8, Section 5 Invoicing	5.2
3.3.15	Part 8, Section 6 Payments	6.4
3.3.16	Part 8, Section 6 Payments	6.4
3.3.17	Part 8, Section 6 Payments	6.1
3.3.18	Part 8, Section 6 Payments	6.1
3.3.19	Part 8, Section 6 Payments	6.1
3.3.21	Part 8, Section 6 Payments	6.4

Quadrant Electronic Delivery Mechanism Related Standards:

4.1.40	Part 8, Section 2 Gas Quality and Pressure	2.8.2
4.2.10	Part 8, Section 1 Definitions	Definition: "Customer Activities"
4.3.89	Part 8, Section 2 Gas Quality and Pressure	2.8.1
4.3.90	Part 8, Section 2 Gas Quality and Pressure	2.8.1
4.3.91	Part 8, Section 2 Gas Quality and Pressure	2.8.1
4.3.92	Part 8, Section 2 Gas Quality and Pressure	2.8.1

Capacity Release Related Standards:

5.1.2	Part 8, Section 21 Capacity Release	21.12
5.1.3	Part 8, Section 21 Capacity Release	21.12
5.1.4	Part 8, Section 11 Notices	11.6
5.2.1	Part 8, Section 11 Notices	11.3
5.2.2	Part 8, Section 11 Notices	11.5
5.2.3	Part 8, Section 1 Definitions	Definition: "Elapsed Prorata Capacity" or "EPC"
5.3.1	Part 8, Section 21 Capacity Release	21.11(f)
5.3.2	Part 8, Section 21 Capacity Release	21.11(a) – (c)
5.3.3	Part 8, Section 21 Capacity Release	21.11(d) & (e)

5.3.18	Part 8, Section 11 Notices	11.2
5.3.26	Part 8, Section 21 Capacity Release	21.10(a)
5.3.34	Part 8, Section 11 Notices	11.5
5.3.35	Part 8, Section 11 Notices	11.5
5.3.36	Part 8, Section 11 Notices	11.5
5.3.37	Part 8, Section 11 Notices	11.5
5.3.38	Part 8, Section 11 Notices	11.5
5.3.39	Part 8, Section 11 Notices	11.5
5.3.40	Part 8, Section 11 Notices	11.4
5.3.44	Part 8, Section 21 Capacity Release	21.12(a) – (f)
5.3.45	Part 8, Section 21 Capacity Release	21.12
5.3.49	Part 8, Section 11 Notices	11.6
5.3.50	Part 8, Section 21 Capacity Release	21.12
5.3.51	Part 8, Section 21 Capacity Release	21.12
5.3.52	Part 8, Section 11 Notices	11.6
5.3.53	Part 8, Section 21 Capacity Release	21.12
5.3.54	Part 8, Section 21 Capacity Release	21.12(g)
5.3.55	Part 8, Section 21 Capacity Release	21.12
5.3.56	Part 8, Section 21 Capacity Release	21.12
5.3.57	Part 8, Section 21 Capacity Release	21.14(f)
5.3.58	Part 8, Section 21 Capacity Release	21.12
5.3.59	Part 8, Section 21 Capacity Release	21.10(b)(vii)
5.3.60	Part 8, Section 25 Requests for Service	25.5.1(e)
5.3.73	Part 8, Section 21 Capacity Release	21.16

Standards Incorporated by Reference:

Additional Standards:

General:

Definition:
 0.2.5

Standards:
 0.3.1, 0.3.2, 0.3.16

Gas/Electric Operational Communications:

Definitions:
 0.2.1, 0.2.2, 0.2.3, 0.2.4

Standards:
 0.3.11, 0.3.12, 0.3.13, 0.3.14, 0.3.15

Operating Capacity and Unsubscribed:

Standards:
 0.3.18, 0.3.20, 0.3.21, 0.3.22

Datasets:
 0.4.2, 0.4.3

Location Data Download:

Standards:

0.3.23, 0.3.24, 0.3.25, 0.3.26, 0.3.27, 0.3.28, 0.3.29

Dataset:

0.4.4

Storage Information:

Dataset:

0.4.1

Nominations Related Standards:

Definitions:

1.2.1, 1.2.2, 1.2.3, 1.2.4, 1.2.5, 1.2.8, 1.2.9, 1.2.10, 1.2.11, 1.2.12, 1.2.18

Standards:

1.3.3, 1.3.4, 1.3.5, 1.3.6, 1.3.7, 1.3.8, 1.3.9, 1.3.11, 1.3.13, 1.3.15, 1.3.17, 1.3.18, 1.3.19, 1.3.20, 1.3.21, 1.3.22, 1.3.23, 1.3.24, 1.3.25, 1.3.27, 1.3.28, 1.3.29, 1.3.30, 1.3.31, 1.3.32, 1.3.33, 1.3.34, 1.3.35, 1.3.36, 1.3.37, 1.3.38, 1.3.39, 1.3.40, 1.3.41, 1.3.42, 1.3.43, 1.3.44, 1.3.45, 1.3.46, 1.3.48, 1.3.53, 1.3.55, 1.3.56, 1.3.58, 1.3.62, 1.3.70, 1.3.75, 1.3.79, 1.3.80, 1.3.81, 1.3.82

Datasets:

1.4.1, 1.4.2, 1.4.3, 1.4.4, 1.4.5, 1.4.6, 1.4.7

Flowing Gas Related Standards:

Definitions:

2.2.1, 2.2.4, 2.2.5

Standards:

2.3.1, 2.3.2, 2.3.3, 2.3.4, 2.3.5, 2.3.6, 2.3.7, 2.3.8, 2.3.9, 2.3.10, 2.3.15, 2.3.16, 2.3.17, 2.3.18, 2.3.20, 2.3.21, 2.3.22, 2.3.23, 2.3.25, 2.3.27, 2.3.28, 2.3.32, 2.3.46, 2.3.48, 2.3.50, 2.3.51, 2.3.52, 2.3.53, 2.3.54, 2.3.55, 2.3.56, 2.3.57, 2.3.58, 2.3.59, 2.3.60, 2.3.61, 2.3.62, 2.3.63, 2.3.64, 2.3.65, 2.3.66

Datasets:

2.4.1, 2.4.2, 2.4.3, 2.4.4, 2.4.5, 2.4.6, 2.4.7, 2.4.8, 2.4.9, 2.4.10, 2.4.11, 2.4.17, 2.4.18

Invoicing Related Standards:

Standards:

3.3.8, 3.3.22, 3.3.23, 3.3.24, 3.3.25, 3.3.26, 3.3.27

Datasets:

3.4.1, 3.4.2, 3.4.3, 3.4.4

Quadrant Electronic Delivery Mechanism Related Standards:

Definitions:

4.2.1, 4.2.2, 4.2.3, 4.2.4, 4.2.5, 4.2.6, 4.2.7, 4.2.8, 4.2.9, 4.2.11, 4.2.12, 4.2.13, 4.2.14, 4.2.15, 4.2.16, 4.2.17, 4.2.18, 4.2.19, 4.2.20

Standards:

4.3.1, 4.3.2, 4.3.3, 4.3.16, 4.3.17, 4.3.18, 4.3.20, 4.3.22, 4.3.23, 4.3.24, 4.3.25, 4.3.26, 4.3.27, 4.3.28, 4.3.30, 4.3.31, 4.3.32, 4.3.33, 4.3.34, 4.3.35, 4.3.36, 4.3.38, 4.3.40, 4.3.41, 4.3.42, 4.3.43, 4.3.44, 4.3.45, 4.3.46, 4.3.47, 4.3.48, 4.3.49, 4.3.50, 4.3.52, 4.3.53, 4.3.54, 4.3.55, 4.3.57, 4.3.58, 4.3.60, 4.3.62, 4.3.66, 4.3.67, 4.3.68, 4.3.69, 4.3.72, 4.3.75, 4.3.78, 4.3.79, 4.3.80, 4.3.81, 4.3.82, 4.3.84, 4.3.85, 4.3.86, 4.3.87, 4.3.93, 4.3.94, 4.3.95, 4.3.96, 4.3.97, 4.3.98, 4.3.99, 4.3.100, 4.3.101, 4.3.102, 4.3.103, 4.3.104, 4.3.105, 4.3.106, 4.3.107, 4.3.108, 4.3.109, 4.3.110

Capacity Release Related Standards:

Definitions:

5.2.4, 5.2.5

Standards:

5.3.4, 5.3.5, 5.3.7, 5.3.8, 5.3.9, 5.3.10, 5.3.11, 5.3.12, 5.3.13, 5.3.14, 5.3.15, 5.3.16, 5.3.19, 5.3.20, 5.3.21, 5.3.22, 5.3.23, 5.3.24, 5.3.25, 5.3.28, 5.3.29, 5.3.31, 5.3.32, 5.3.33, 5.3.41, 5.3.42, 5.3.46, 5.3.47, 5.3.48, 5.3.62, 5.3.62a, 5.3.63, 5.3.64, 5.3.65, 5.3.66, 5.3.67, 5.3.68, 5.3.69, 5.3.70, 5.3.71, 5.3.72

Datasets:

5.4.14, 5.4.15, 5.4.16, 5.4.17, 5.4.20, 5.4.21, 5.4.22, 5.4.23, 5.4.24, 5.4.25, 5.4.26, 5.4.27

Internet Electronic Transport Related Standards:

Definitions:

10.2.1, 10.2.2, 10.2.3, 10.2.4, 10.2.5, 10.2.6, 10.2.7, 10.2.8, 10.2.9, 10.2.10, 10.2.11, 10.2.12, 10.2.13, 10.2.14, 10.2.15, 10.2.16, 10.2.17, 10.2.18, 10.2.19, 10.2.20, 10.2.21, 10.2.22, 10.2.23, 10.2.24, 10.2.25, 10.2.26, 10.2.27, 10.2.28, 10.2.29, 10.2.30, 10.2.31, 10.2.32, 10.2.33, 10.2.34, 10.2.35, 10.2.36, 10.2.37, 10.2.38, 10.2.39

Standards:

10.3.1, 10.3.3, 10.3.4, 10.3.5, 10.3.6, 10.3.7, 10.3.8, 10.3.9, 10.3.10, 10.3.11, 10.3.12, 10.3.14, 10.3.15, 10.3.16, 10.3.17, 10.3.18, 10.3.19, 10.3.20, 10.3.21, 10.3.22, 10.3.23, 10.3.24, 10.3.25, 10.3.26, 10.3.27, 10.3.28, 10.3.29

Standards for which Waiver or Extension of Time to Comply have been granted:

<u>NAESB Standard</u>	<u>Waiver or Extension of Time</u>
4.3.60	Waiver

31. POOLING OF GAS SUPPLIES

Any party may aggregate nominations for receipt points within Pooling Areas for delivery to confirmed transportation or other supply aggregation service pursuant to the terms and conditions of Company's Rate Schedule SA. Customers who choose to receive supplies from a supply aggregator may elect to return to nominating point-to-point transportation service at the next applicable nomination deadline.

32. NON-CONFORMING AGREEMENTS

1. Northern Illinois Gas Company (d/b/a Nicor Gas Company), Rate Schedule SA, dated March 4, 2003, effective March 4, 2003. Contract No. SA0001.
2. Northern Illinois Gas Company (d/b/a Nicor Gas Company), Rate Schedule SA, dated June 1, 2003, effective June 1, 2003. Contract No. SA0002.
3. Exelon Generation Company, LLC, Rate Schedule SA, dated April 4, 2006, effective April 5, 2006. Contract No. SA0006.
4. Antero Resources Corporation, Rate Schedule FT-A, dated October 22, 2015, effective March 29, 2016. Contract No. FA1001.
5. Northern Illinois Gas Company (d/b/a Nicor Gas), Rate Schedule FT-A, dated December 2, 2015, effective April 1, 2016. Contract No. FA1009.
6. Northern Illinois Gas Company (d/b/a Nicor Gas), Rate Schedule FT-A, dated December 2, 2015, effective April 1, 2016. Contract No. FA1010.

33. OFF-SYSTEM AND THIRD-PARTY SERVICES

33.1 Off-system Services

From time to time, Company may enter into service agreements with other interstate and intrastate pipelines, local distribution, and storage companies ("off-system services"). In the event that Company acquires off-system services, Company will use such for operational reasons or to render service for its Customers. In the event that Company utilizes off-system services on behalf of its Customers, it will only render such service to Customers pursuant to Company's FERC Gas Tariff and subject to Company's approved rates, as such Tariff and rates may change from time to time.

33.2 Third Party Services

Nothing in this Tariff shall be construed as prohibiting a Customer/Balancing Party from availing itself of the opportunity to obtain imbalance management services similar to those offered by Company from third party providers. Company shall provide such Customer/Balancing Party access to transportation and other pipeline services without undue discrimination or preference.

34. ELECTRONIC CONTRACT EXECUTION

Electronic contract execution is available to Customers for agreements under Rate Schedule(s) FT-A, FT-B, FT-C, FT-D, PAL, FPAL, and IT provided that such party shall have previously 1) met the requirements of the applicable Rate Schedule and the General Terms and Conditions of this Tariff and 2) electronically agreed to the terms and conditions of Company's Master Electronic Transactions Agreement.

A Releasing Shipper may contract to release firm capacity in accordance with Section 21 of the General Terms and Conditions of this Tariff electronically and a Designated Replacement Shipper or a Replacement Shipper may contract for firm capacity in accordance with Section 21 of the General Terms and Conditions of this Tariff electronically.

35. PRE-ARRANGED DEALS AND EXPANSION/EXTENSION PROJECTS

35.1 Procedures for Reservation of Existing Capacity for Pre-Arranged Deals

- (a) Company may sell existing firm capacity, on a not unduly discriminatory basis, outside the time period specified in Subsection 25.1(b) of the GT&C, when such capacity is either available unsubscribed capacity or capacity that will become available and is not subject to a right of first refusal, by selling such capacity on a pre-arranged basis.
- (b) If Company proposes to sell existing capacity on a pre-arranged basis, Company will post the terms of the pre-arranged transaction and other parties will have the opportunity to bid on the capacity pursuant to the open season bid evaluation process set forth in Subsection 25.6 of the GT&C, even if such capacity has already been subject to an open season bidding process and is currently posted as available capacity. The open season notice will be posted at least ten (10) Business Days. If another party submits an acceptable bid on a net present value basis, the pre-arranged Customer will have a one-time right to match the highest net present value acceptable bid in order to retain the capacity. If the pre-arranged Customer elects not to match the highest competing bid, the capacity will be awarded to the bidder with the highest net present value acceptable bid. If there is an open season ongoing for certain capacity, Company will not enter into a pre-arranged deal for that capacity during the open season.
- (c) Company will not enter into any pre-arranged deals for capacity that has not previously been posted on its web site.

35.2 Procedures for Reserving Capacity for Expansion/Extension Projects

- (a) Company may elect to reserve for a future expansion/extension project (including any project Company undertakes in order to provide off-system services pursuant to Subsection 33.1) any unsubscribed capacity or capacity under expiring or terminating Service Agreements where such Agreements do not have a right of first refusal or Customer does not exercise its right of first refusal. Prior to reserving capacity for an expansion/extension project, Company shall first post for bid all of its available capacity on its web site as set forth on its Informational Postings web site for at least five (5) Business Days before capacity will be reserved. Company shall post available capacity in accordance with Subsection 19.2 of the General Terms and Conditions of Company's FERC Gas Tariff. Capacity shall be awarded pursuant to Section 25 of the General Terms and Conditions of Company's FERC Gas Tariff.
- (b) Company may only reserve capacity for a future expansion/extension project for which an open season has been held or will be held within one (1) year of the date that Company posts such capacity as being reserved. Capacity may be reserved for an expansion/extension project for not more than a twelve (12) month period prior to Company filing for certificate approval or prior notice authorization pursuant to Company's blanket certificate for construction of proposed expansion/extension facilities, and thereafter until all expansion/extension facilities related to the project are placed into service.
- (c) If Company reserves capacity for an expansion/extension project, it will notify Customers of its intent as part of Company's posting of capacity on its Informational Postings web site. Company's posting for reserved capacity for

future expansion/extension projects shall include the following information: (1) a description of the project for which the capacity will be reserved; (2) the total quantity of capacity to be reserved; (3) the location of the proposed reserved capacity on the pipeline system; (4) when Company anticipates that an open season for the reserved capacity will be held or the reserved capacity will otherwise be posted for bids; (5) the projected in-service date of the expansion/extension project; and (6) on an ongoing basis, how much of the reserved capacity has been sold on a limited-term basis that would otherwise be eligible for a right of first refusal. Company will make reasonable efforts to update the reservation posting up to the in-service date of the project to reflect any material changes in the scope of the project. If unsubscribed capacity, that has been posted for bid remains unsubscribed after posting, and if such unsubscribed capacity is insufficient to serve the expansion/extension project, the reservation posting or open season will include a non-binding solicitation for turnback capacity from Company's existing Customers to serve the expansion/extension project. Company shall post on its Informational Postings web site a non-binding solicitation for expansion project related turnback capacity no later than 90 days after the close of an expansion project's open season specifying the minimum term for a response to the solicitation.

35.3 Provision of Reserved Capacity on an Interim Basis

Any capacity reserved under this Subsection will be made available for transportation service pursuant to Company's FERC Gas Tariff on a limited-term basis up to the in-service date of the expansion/extension project. Company reserves the right to limit any extension rights provided in the Service Agreement and pursuant to Section 16 of the General Terms and Conditions commensurate with the proposed in-service date of any facilities. Any capacity reserved for a project that does not go forward for any reason shall be reposted as generally available within 30 days of the date the capacity becomes available. The previously reserved capacity will become available when the Company posts the capacity on its Informational Postings web site.

36. OPERATIONAL BALANCING AGREEMENT POLICY

36.1 Purpose

The Operational Balancing Agreement (OBA) is intended to govern the treatment of any differences between the actual quantity of gas received/delivered at a point of interconnection with Company's system and the quantity of gas that is scheduled.

Company's OBA shall be based upon the NAESB WGQ Model OBA whenever possible. [6.5.2]

Company considers an OBA to be a predetermined allocation method.

36.2 Policy

It is Company's policy to negotiate and execute, if possible, the Company's applicable form of OBA at all points of interconnection. However, if an OBA does not exist at a point of interconnection, the imbalance charges, cash-outs, or penalties incurred at such point shall be the responsibility of Customer(s) that are out of balance. Company shall enter into an OBA at all pipeline-to-pipeline (interstate and intrastate) interconnects. [2.3.29]

During the term of the settlement approved in Docket No. RP21-525-000, Company is obligated to attempt to enter into and maintain OBAs at all points, including those not covered by pipeline-to-pipeline OBAs.

If it is not possible to utilize Company's form of OBA for an interstate pipeline interconnection, an acceptable OBA for such interconnection must include the following provisions:

- (a) The OBA must be in energy terms with stated bases.
- (b) The OBA parties intend that the quantity actually received/delivered each day at the interconnection will equal the scheduled nominations.
- (c) Any difference between the metered quantity and the scheduled nomination is treated as an OBA imbalance and exists solely between the OBA parties.
- (d) The OBA parties will take the necessary steps to ensure that the cumulative daily OBA imbalance is maintained at or tends towards a zero imbalance. No imbalance penalty shall be imposed when a prior period adjustment applied to the current period causes or increases a current month penalty. [2.3.31]
- (e) The OBA parties will regularly reconcile scheduled nominations during a given production month. A mutually agreed upon scheduled nomination summary must be completed as soon as practical after each production month end.
- (f) The monthly metered flow data for such interconnection will be determined and communicated by the Measurement Party in writing as soon as possible to the other OBA party.
- (g) The OBA parties at such interconnection may temporarily suspend the OBA in accordance with the terms thereof if either party discovers or anticipates extraordinary circumstances, such as significant interruption of transportation service, severe weather, or some other event which affects the gas supplies available for delivery at the interconnection.

- (h) A mutually agreeable commencement date, termination date, and cancellation clause.

An operational imbalance at a given point of interconnection is subject to resolution under Rate Schedule LMS-MA and Rate Schedule LMS-PA, if applicable, as set forth in the form of OBA.

36.3 Posting

During the term of the settlement approved in Docket No. RP21-525-000, Company shall post to its Informational Postings web site a notice of any Receipt Point or Delivery Point for which there is not an effective OBA in place.

37. DEMAND CHARGE CREDITS

37.1 Demand Charge Credits – Force Majeure Events

- (a) To the extent Company fails to deliver the Entitlement Quantity (as defined in Section 37.1(b), below) of FT-A, FT-B, FT-C, FT-D or FPAL service that it is obligated under the applicable service agreement to deliver to Customer on any Gas Day, due to a force majeure event that excuses performance under Section 10 of the General Terms and Conditions,
 - (i) Customer shall remain liable for all amounts due or that become due under the FT-A, FT-B, FT-C, FT-D, or FPAL Rate Schedule during the first ten (10) Gas Days of the curtailment, and
 - (ii) thereafter, Company shall provide Customer Demand Charge credits for any Entitlement Quantities that Company failed to deliver due to the force majeure event.
- (b) A Customer's "Entitlement Quantity" for any Gas Day shall be the lesser of Customer's average usage of primary FT-A, FT-B, FT-C, FT-D, or FPAL service for the seven (7) Gas Days prior to the first Gas Day of the curtailment or Customer's nomination for that Gas Day. Entitlement Quantity shall not be increased if Customer has segmented its capacity, released its capacity, or partially assigned its capacity pursuant to Company's FERC Gas Tariff.

37.2 Demand Charge Credits – Non-Force Majeure Events

- (a) To the extent Company fails to deliver the Entitlement Quantity (as defined in Section 37.2(b), below) of FT-A, FT-B, FT-C, FT-D, or FPAL service that it is obligated to deliver under the applicable service agreement to deliver to Customer on any Gas Day due to reasons other than a force majeure event that excuses performance under Section 10 of the General Terms and Conditions, Company shall provide Customer Demand Charge credits for any Entitlement Quantities that Company fails to deliver.
- (b) A Customer's "Entitlement Quantity" for any Gas Day shall be the lesser of Customer's average usage of primary FT-A, FT-B, FT-C, FT-D, or FPAL service for the seven (7) Gas Days prior to the first Gas Day of the curtailment or Customer's nomination for that Gas Day, except that, during the first Gas Day of a curtailment, the Customer's "Entitlement Quantity" shall be the quantity of primary FT-A, FT-B, FT-C, FT-D, or FPAL service that Company scheduled or, if greater, the quantity it would have scheduled but for the curtailment, if:
 - (i) Company did not post notice of the curtailment prior to the first opportunity to submit scheduling nominations for the day in question; and
 - (ii) the Customer had not changed its nominations under the applicable Rate Schedule after Company posted notice of the potential curtailment.

The previous seven (7) days' average daily quantity usage will only be used in the determination of the Entitlement Quantity when Company has posted notice prior to the first opportunity to submit scheduling nominations, that the capacity will be unavailable for the day in question.

Entitlement Quantity shall not be increased if Customer has segmented its capacity, released its capacity, or partially assigned its capacity pursuant to Company's FERC Gas Tariff.

37.3 Secondary Service and Alternative Service

Company shall provide Demand Charge credits for primary FT-A, FT-B, FT-C or FT-D service but not for secondary FT-A, FT-B, FT-C or FT-D service. If Customer nominates to or from alternate points during the curtailment, Company shall not provide Demand Charge credits to the extent Company provides such alternate FT-A, FT-B, FT-C or FT-D service. If Customer and Company make mutually agreeable arrangements as a substitute for curtailed FPAL service, Company shall not provide Demand Charge credits to the extent Company provides such alternate arrangements at no costs to Customer.

37.4 Curtailments Due to Customer or Third-Party Action

The Entitlement Quantities shall be reduced to the extent any curtailments are the result of Customer's negligence or intentional wrongful acts. Customer shall not be entitled to Demand Charge credits as a result of loss of any of the following: (a) gas supply, (b) markets, or (c) transportation upstream or downstream of the Company's pipeline system.

37.5 Computation of Demand Charge Credits

- (a) Demand Charge credits shall equal Customer's applicable daily demand rate per dekatherm multiplied by the number of dekatherms subject to a credit (that is, for each Gas Day, the Entitlement Quantity minus the quantity Company delivered) as determined by Sections 37.1 through 37.4, above.
- (b) If Customer has released all or a portion of its firm capacity under Section 21 of the General Terms and Conditions or partially assigned its capacity in a permitted partial assignment, with any such assignee included in the term "Replacement Shipper" for purposes of this Section 37.5(b)), Company shall determine the total Demand Charge credit due for the Entitlement Quantity and allocate the applicable Demand Charge credit among the Releasing Shipper and the Replacement Shipper(s) in a not unduly discriminatory manner. However, Company shall not allocate any of the credit to a Replacement Shipper receiving service under a volumetric rate.
- (c) Releasing Shipper and Replacement Shipper may, by contract, agree to a credit allocation in lieu of allowing Company to allocate the Demand Charge credit. However, absent notice to Company of any agreement to the contrary, Company shall allocate the Demand Charge credits in a non-discriminatory manner.
- (d) Under no circumstance shall the total of the Demand Charge credits provided by Company (including those provided pursuant to Section 37.6, below) exceed the Demand Charge credits Company would have paid for the affected Entitlement Quantity under an FT-A, FT-B, FT-C, or FT-D Agreement absent a capacity release, permitted partial assignment, or segmentation by Customer.

37.6 FT-C and FT-D Curtailments

In the event of an FT-C or FT-D Curtailment, if Company fails to tender for delivery during any one or more Gas Days 95 percent of the Scheduled Quantity up to the Transportation Quantity specified in the transportation contract, then the Demand Charge as otherwise

computed hereunder shall be reduced by an amount equal to the Daily Demand Rate per Dekatherm, as set forth in Customer's service agreement, times the difference between the quantity of natural gas tendered for delivery during said Gas Day or Gas Days, and 95 percent of the Scheduled Quantity.

38. FUEL RETENTION PERCENTAGE ADJUSTMENT

38.1 General

This Section of the General Terms and Conditions sets forth the procedures to make changes to Company's Fuel Retention Percentage applicable to Company's transportation services.

38.2 Definitions

(a) Fuel Retention Percentage

The percentage used to determine the volume of gas retained by Company for fuel use and lost and unaccounted for gas. Where fuel reimbursement is in kind, the standard fuel calculation mechanism, as this is related to the nomination process, should be $(1 - \text{fuel \%}/100)$ multiplied by receipt quantity [in Dekatherms] = delivery quantity [in Dekatherms]. [1.3.16]

(b) Annual Period

The twelve-month period beginning each April 1.

(c) Gas Required for Fuel Use

Volume of gas required for use as fuel in Company's operations, as recorded by Company for the Prior Period.

(d) Gas Required for Loss

Volume of gas required for use in Company's operations that is otherwise lost or unaccounted for, as recorded by Company for the Prior Period.

(e) Actual Gas Retained for Fuel Use

Volume of gas actually retained as recorded by the Company for the Prior Period for use by the Company to provide for Gas Required for Fuel Use.

(f) Actual Gas Retained for Loss

Volume of gas actually retained as recorded by the Company for the Prior Period for use by the Company to provide for Gas Required for Loss.

(g) Prior Period

The twelve-month period ending each January 31.

(h) Fuel Use Volumes Received

Volume of gas received for shipment by the Company from Customers as recorded by the Company for the Prior Period for which the Fuel Retention Percentage applied.

(i) Loss Volumes Received

Volume of gas received for shipment by the Company from Customers as recorded by the Company for the Prior Period for which the Loss Percentage applied.

38.3 Conditions

- (a) The Fuel Retention Percentage shall equal the applicable percentage shown on the effective Statement of Rates in Company's FERC Gas Tariff; provided, however, (i) for service rendered entirely by displacement only the Loss Percentage shall apply; (ii) no Fuel Retention Percentage shall apply for service where both the receipt and delivery points are the same; and (iii) no Fuel Retention Percentage shall apply for services provided under Rate Schedules PAL, FPAL, or TPB if Customer uses such ancillary services in conjunction with transportation services for which either the Fuel Retention Percentage or the Loss Percentage applies.
- (b) When the fuel reimbursement method is fuel in-kind, the results of the fuel reimbursement calculations for the nomination process shall be rounded to the nearest dekatherm. The mathematical effect of rounding can yield a result of zero.
- (c) The Fuel Retention Percentage set forth in Company's FERC Gas Tariff may be increased to reflect a net positive change and shall be decreased to reflect a net negative change.
- (d) Company shall file with FERC to reflect net changes in the Fuel Retention Percentage at least 30 days prior to each April 1, which is the beginning date for the Annual Period.
- (e) At Company's sole option and discretion, Company may make interim adjustment(s) to reflect net changes in the Fuel Retention Percentage by filing with FERC at least 30 days prior to the effective date of such interim adjustment(s).
- (f) Actual amounts recorded by the Company for use in the Fuel Retention Percentage calculation pursuant to this Section 38 may be adjusted for variations known and recorded after the Prior Period and prior to filing for changes to the Fuel Retention Percentage if demonstrated by adequate explanation and/or documentation in the applicable filing.

38.4 Procedure for Adjustment of Fuel Retention Percentage

38.4.1 Determination of the Effective Fuel Retention Percentage

- (a) The effective Fuel Retention Percentage as shown on the effective Statement of Rates in Company's FERC Gas Tariff shall be the sum of the separately determined Fuel Use Percentage, as defined in Section 38.4.1(b) below, and Loss Percentage, as defined in Section 38.4.1(c) below.
- (b) The Fuel Use Percentage for the Annual Period shall be the sum of the Current Fuel Use Percentage as defined in Section 38.4.2(a) below and the Adjustment for Fuel Use Percentage as defined in Section 38.4.3(a) below.

- (c) The Loss Percentage for the Annual Period shall be the sum of the Current Loss Percentage as defined in Section 38.4.2(b) below and the Adjustment for Loss Percentage as defined in Section 38.4.3(b) below.

38.4.2 Determination of the Current Fuel Use Percentage and Current Loss Percentage

Company shall determine the Current Fuel Use Percentage and the Current Loss Percentage by the following procedures:

- (a) The Current Fuel Use Percentage shall be the Gas Required for Fuel Use divided by Fuel Use Volumes Received.
- (b) The Current Loss Percentage shall be the Gas Required for Loss divided by Loss Volumes Received.

38.4.3 Determination of the Adjustment for Fuel Use Percentage and Adjustment for Loss Percentage

Company shall determine the Adjustment for Fuel Use Percentage and the Adjustment for Loss Percentage by the following procedures:

- (a) The Adjustment for Fuel Use Percentage shall be the difference between the Gas Required for Fuel Use and the Actual Gas Retained for Fuel Use all divided by the Fuel Use Volumes Received.
- (b) The Adjustment for Loss Percentage shall be the difference between the Gas Required for Loss and the Actual Gas Retained for Loss all divided by the Loss Volumes Received.

38.5 Termination

In the event Section 38 of these General Terms and Conditions is terminated, invalidated, or otherwise rendered inapplicable (termination), each Customer remains liable to Company for under-recovered fuel used, lost or unaccounted for through the date of termination based on Customer's share of Fuel Use Volumes Received and Loss Volumes Received by Company, as applicable. Company shall remain liable to Customers for any excess quantities retained. Any positive or negative balance at the date of termination (a) shall be allocated to successor services offered by Company, or (b) if no successor services are offered, shall be charged or refunded to Customers based on Customer's share of Fuel Use Volumes Received and Loss Volumes Received by Company, as applicable.

39. LOAD MANAGEMENT SERVICE COST RECONCILIATION ADJUSTMENT

39.1 General

- (a) This Section of these General Terms and Conditions sets forth the mechanism to reconcile through surcharges or refunds, as appropriate, differences between the cost to Company to maintain its line pack gas and the amounts Company receives or pays for such gas arising out of the purchase and sale of such gas (1) to resolve Balancing Party imbalances as provided for pursuant to Rate Schedule LMS-MA and Rate Schedule LMS-PA (2) to resolve imbalances associated with OBAs at pipeline interconnects; and/or (3) as may be otherwise necessary to maintain an appropriate level of line pack for system management purposes.
- (b) The Load Management Service Cost Reconciliation (“LMSCRA”) refund and surcharge pursuant to this Part 39 is applicable to all Customer daily imbalances at a Receipt Point and Delivery Point used under Part 7.31, Rate Schedule LMS-MA or Part 7.32, Rate Schedule LMS-PA.
- (c)
 - (i) For each Gas Day that a Customer makes use of a Receipt Point or Delivery Point for which there is no effective OBA in place such Customer will be responsible for Customer’s daily imbalances at such point and shall be responsible for any LMSCRA surcharges associated with such imbalances, which charges shall be billed to such Customer’s monthly invoice.
 - (ii) Notwithstanding the foregoing subsection (c)(i), if for any given Gas Day in which a Receipt Point or Delivery Point is not covered by Rate Schedule LMS-MA or Rate Schedule LMS-PA or by an effective OBA and Company’s Informational Postings web site does not provide notice that such point is not covered by an effective OBA prior to the Timely Nomination Cycle for that Gas Day, then any Customers making use of such point shall not be responsible for any LMSCRA refunds or surcharges at such Receipt Point or Delivery Point on that Gas Day.
 - (iii) A Customer shall not be assessed any LMSCRA refund or surcharge associated with a daily imbalance at a Receipt Point or Delivery Point to the extent such imbalance is incurred under a negotiated rate FT-A, FT-B, FT-C, FT-D, and FT-GS Agreement, unless such agreement expressly provides for the application of the LMSCRA refund or surcharge. Where customer has more than one FT-A, FT-B, FT-C, FT-D, and FTGS Agreement that includes at least one negotiated rate service agreement and all receipts or deliveries under the service agreements are made pursuant to a single LMS-MA or LMS-PA rate schedule, then any daily imbalance created under such LMS-MA or LMS-PA rate schedule will be treated as attributable to the negotiated rate agreement such that no LMSCRA refund or surcharge will apply to all of such service agreements during the term of any negotiated rate service agreement.
 - (iv) The provisions in this subsection (c) shall apply during the term of the settlement approved in Docket No. RP21-525-000.

39.2 Definitions

Load Management Annual Period - The twelve-month period beginning each November 1.

Load Management Deferred Period - The twelve-month period ending each July 31.

Load Management Deferred Beginning Balance – The balance in Company’s account 182.3, \$2,695,161 due to Company as of October 31, 2020 to be amortized over a five-year period beginning November 1, 2021 as a component of the Load Management Service Cost Reconciliation.

Load Management Annual Beginning Balance Amortization – The amortization which is one fifth of the Load Management Deferred Beginning Balance which is annually added to the Load Management Deferred Account balance in 39.3(b) below.

39.3 Load Management Cost Reconciliation

- (a) Company shall refund if the calculated total of the adjusted balance of the Load Management Deferred Account is a credit. Company shall surcharge if the calculated total of the adjusted balance of the Load Management Deferred Account is a debit.
- (b) Company shall add the Load Management Annual Beginning Balance Amortization to the balance of the Load Management Deferred Account and divide such calculated total balance to be surcharged or refunded by the aggregate absolute value in quantities in Dth for which Company provided service under its LMS-MA and LMS-PA Rate Schedules during the Load Management Deferred Period to calculate the "Load Management Service Cost Reconciliation Adjustment - Surcharge or Refund."
- (c) Company shall file the "Load Management Service Cost Reconciliation Adjustment - Surcharge or Refund" with the Federal Energy Regulatory Commission at least thirty Gas Days prior to each November 1 that is the beginning of the Load Management Annual Period.
- (d) The "Load Management Service Cost Reconciliation Adjustment - Surcharge or Refund" shall be shown on the Statement of Rates of Company's FERC Gas Tariff as an adjustment to Company's Rate Schedule LMS-MA and LMS-PA rate.
- (e) The total amount of any such refunds applied during any month under the "Load Management Service Cost Reconciliation Adjustment - Surcharge or Refund" shall be debited to the Load Management Deferred Account and the total amount of any such surcharges collected during any month under the "Load Management Services Cost Reconciliation Adjustment - Surcharge or Refund" shall be credited to the Load Management Deferred Account.
- (f) The Load Management Deferred Account shall be adjusted to reflect carrying charges calculated in accordance with Section 154.501 of the Commission’s regulations.

39.4 Termination of the Load Management Cost Reconciliation Adjustment

In the event that the Load Management Cost Reconciliation Adjustment is terminated, the balance remaining in the Load Management Deferred Account as adjusted to reflect carrying charges calculated in accordance with Section 154.501 of the Commission's Regulations, if a debit, shall be billed and, if a credit, shall be refunded to Balancing Parties on the basis of LMS-MA and LMS-PA imbalances.

FORMS OF SERVICE AGREEMENTS

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-A or FT-GS to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule (FT-A or FT-GS) and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff after the Billing Commencement Date as set forth in Exhibit A or through _____. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's

FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the

severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) _____

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____

CUSTOMER'S ADDRESS: _____

Right of First Refusal: Yes ☐ No ☐

Transportation Quantity: 3/ _____ Dth/day

Transportation Path:

Receipt Point: _____ Delivery Point: _____

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Monthly Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☐ _____ (\$/Dth) (attach explanation of rate)

No ☐ Yes ☐ LMSCRA Applicable

This Exhibit A is made and entered into as of _____, 20____.

Billing Commencement Date of this Exhibit A is _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-B

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-B to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement, in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges, including compensation for system fuel and losses, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule FT-B and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees, surcharges, or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in (a) the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or (b) form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

- 7.1 As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point and prior to delivery of such gas to or for the account of Customer at the Delivery Point, Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.
- 7.2 Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference, and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued.

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM

12.1 This Agreement shall become effective upon its execution and shall under all circumstances continue in effect in accordance with Company's FERC Gas Tariff after the Billing Commencement Date as set forth in Exhibit A or through _____. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas

Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation to pay money due hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made as set forth in Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be provided in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the

severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) _____

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-B

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____

CUSTOMER'S ADDRESS: _____

Right of First Refusal: Yes ☐ No ☐

Transportation Quantity: 3/ _____ Dth/day
Transportation Path:
Receipt Point: _____ Delivery Point: _____

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____
Quantity: _____
Quantity Level: _____
Time Period: Start Date _____ End Date _____
Contract: Discounted Monthly Reservation Rate per Dth _____
Discounted Daily Commodity Rate per Dth _____
Point: Receipt Point _____
Delivery Point _____
Point to Point: Receipt Point _____ to Delivery Point _____
Zone: Receipt Point _____ to Delivery Point _____
Relationship: _____
Rate Component: _____
Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☐ _____ (\$/Dth) (attach explanation of rate)
No ☐ Yes ☐ LMSCRA Applicable

This Exhibit A is made and entered into as of _____, 20____.

Billing Commencement Date of this Exhibit A is _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

- 1/ An applicable ACA charge will be included in the Customer's monthly invoice.
2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.
3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT (Conditional)
Rate Schedule FT-C

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-C to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule FT-C and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable a Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS
AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

- 10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued. All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.
- 10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

- 12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff after the Billing Commencement Date as set forth in Exhibit A or through _____. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.
- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior

to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none - so state) _____

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT (Conditional)
Rate Schedule FT-C

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____

CUSTOMER'S ADDRESS: _____

Right of First Refusal: Yes ☐ No ☐

Transportation Quantity: 3/ _____ Dth/day

Transportation Path:

Receipt Point: _____ Delivery Point: _____

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Monthly Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☐ _____ (\$/Dth) (attach explanation of rate)

No ☐ Yes ☐ LMSCRA Applicable

This Exhibit A is made and entered into as of _____, 20____.

Billing Commencement Date of this Exhibit A is _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT (Conditional)
Rate Schedule FT-D

THIS AGREEMENT is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-D to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule FT-D and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

- 10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued. All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.
- 10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

- 12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff after the Billing Commencement Date as set forth in Exhibit A or through _____. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) _____

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT (Conditional)
Rate Schedule FT-D

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____

CUSTOMER'S ADDRESS: _____

Right of First Refusal: Yes ☐ No ☐

Transportation Quantity: 3/ _____ Dth/day
Transportation Path:
Receipt Point: _____ Delivery Point: _____

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐
Rate Type: 2/ 3/ _____
Quantity: _____
Quantity Level: _____
Time Period: Start Date _____ End Date _____
Contract: Discounted Monthly Reservation Rate per Dth _____
Discounted Daily Commodity Rate per Dth _____
Point: Receipt Point _____
Delivery Point _____
Point to Point: Receipt Point _____ to Delivery Point _____
Zone: Receipt Point _____ to Delivery Point _____
Relationship: _____
Rate Component: _____
Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☐ _____ (\$/Dth) (attach explanation of rate)
No ☐ Yes ☐ LMSCRA Applicable

This Exhibit A is made and entered into as of _____, 20____.

Billing Commencement Date of this Exhibit A is _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

- 1/ An applicable ACA charge will be included in the Customer's monthly invoice.
2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.
3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
INTERRUPTIBLE TRANSPORTATION AGREEMENT
Rate Schedule IT

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company" and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of the premises and the mutual agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

If on any day after executing this Agreement, Company determines that capacity exists in its pipeline system to transport all or a portion of Customer's maximum interruptible quantity as stated on the attached Exhibit A, then Customer shall be entitled to tender and deliver to Company at each of Customer's Receipt Point(s) specified on Company's Informational Postings web site the quantity of gas which Company has determined as available for Receipt Point(s) for such days. Company shall deliver an Equivalent Quantity of gas to Customer at any Delivery Point(s) specified on Company's Informational Postings web site in accordance with Subsection 2.1 of Rate Schedule IT.

ARTICLE 3 - RECEIPT POINTS AND DELIVERY POINTS

Receipt Points and Delivery Points: All Receipt Points and Delivery Points specified on Company's Informational Postings web site shall be available for transportation under this Agreement. Priority of transportation service to such points shall be determined pursuant to Subsection 3.7 of the General Terms and Conditions of Company's Tariff.

ARTICLE 4 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point(s) and at the Receipt Point(s). In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 5 - RATES FOR SERVICE

- 5.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's effective Rate Schedule IT and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided to the contrary in this Agreement, Customer shall pay Company the applicable Maximum Rate(s) and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff and in Rate Schedule IT. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 5.2 Changes in Rates and Charges - Customer agrees that Company shall have the unilateral right to file with the appropriate regulatory authority and make changes effective in (a) the rates, charges, terms and conditions applicable to service pursuant to Company's Rate Schedule IT, (b) Company's Rate Schedule IT and (c) any provisions of the General Terms and Conditions in Company's FERC Gas Tariff applicable to Rate Schedule IT, as such Tariff may be revised or replaced from time to time. Without prejudice to Customer's right to contest such changes, Customer agrees to pay the effective rates and charges for service rendered pursuant to this Agreement.
- 5.3 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all other filing fees, reporting fees or similar charges paid by Company to the Federal Energy Regulatory Commission (FERC) or any other agency in connection with the retention of the transportation service provided for herein within thirty (30) days after receiving proof of payment from Company. Further, Customer agrees to be responsible for, and pay all amounts relating to, all other incidental charges in accordance with the terms and conditions of Company's effective Rate Schedule IT and the General Terms and Conditions in Company's FERC Gas Tariff.

ARTICLE 6 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

ARTICLE 7 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced time to time.

ARTICLE 8 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are incorporated herein by reference and made a part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with Company's

Rate Schedule IT, the Rate Schedule IT shall govern unless the relevant provision is inconsistent with Company's General Terms and Conditions.

ARTICLE 9 - TERM OF AGREEMENT

- 9.1 This Agreement shall become effective _____, and shall continue in full force until _____ and month-to-month thereafter. Either party may elect to terminate this Agreement as of the end of said initial term or as of the end of any extended period (Termination Date) by giving thirty (30) days' prior written notice to the other party of such termination to be effective on the Termination Date.
- 9.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 9.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 10 - REGULATION

This Agreement shall be subject to all applicable United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorizations upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued. Further, if any governmental body having jurisdiction over the service provided for herein authorizes abandonment of such service on a date other than the Termination Date as defined in Article 9.1 herein, then the Termination Date shall nevertheless be the abandonment date so authorized.

ARTICLE 11 - NOTICE

Notice(s) shall be provided in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 12 - GENERAL

- 12.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 12.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.

- 12.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 12.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option. If the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
INTERRUPTIBLE TRANSPORTATION AGREEMENT
Rate Schedule IT

EXHIBIT A 1/

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

IT CUSTOMER: _____

IT CUSTOMER'S ADDRESS: _____

Direction of Flow: _____ (south to north or north to south)

Maximum Interruptible Quantity: _____ /day 2/

Recourse Rate: Maximum Rate 3/ ☐

Discounted Rate(s): 3/ ☐

Rate Type: 4/ 5/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Daily Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 3/ No ☐ Yes ☐ _____ (\$/Dth) (attach explanation of rate)

This Exhibit A is made and entered into as of _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Interruptible Transportation Agreement dated _____.)

1/ Company's Receipt Points and Delivery Points are posted on Company's Informational Postings web site and are hereby incorporated by reference and made part of this Agreement.

2/ Nominations of gas quantities will be limited to the lesser of Customer's Transportation Quantity or the quantity specified for a given Receipt Point and Delivery Point on Company's System.

3/ An applicable ACA charge will be included in the Customer's monthly invoice.

4/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

5/ In the event there are multiple receipt points and/or delivery points with a discounted rate, supplement this section to present the discounted rate information for each point.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
PARK AND LOAN ("PAL") AGREEMENT
Rate Schedule FPAL or PAL

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company" and _____, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - BASIC RECEIPTS

On any day after the Commencement of Service Date on the Exhibit(s) A attached hereto, Customer shall be entitled to nominate a quantity of gas up to Customer's Maximum PAL Quantity set forth in the Exhibit(s) A attached hereto at a Parking Point. Once scheduled by Company, Company shall receive gas in accordance with the applicable terms and conditions of the applicable Rate Schedule (FPAL or PAL).

ARTICLE 3 - BASIC DELIVERIES

On any day after the Commencement of Service Date on the Exhibit(s) A attached hereto, Customer shall be entitled to nominate a quantity of gas up to Customer's Maximum PAL Quantity set forth in the Exhibit(s) A attached hereto at a Lending Point. Once scheduled by Company, Company shall deliver gas in accordance with the applicable terms and conditions of the applicable Rate Schedule (FPAL or PAL).

ARTICLE 4 - RATES

Rates for service under this Agreement shall be at Company's Maximum Rate plus all applicable surcharges in effect under the applicable Rate Schedule (FPAL or PAL) unless otherwise agreed to by the parties and set forth in the Exhibit(s) A attached hereto.

ARTICLE 5 - PAYMENTS

Customer shall make payments to Company in accordance with the terms and conditions specified on the Exhibit(s) A attached hereto, the applicable Rate Schedule (FPAL or PAL), Section 6 of the General Terms and Conditions, and the other applicable terms and provisions of this Agreement.

ARTICLE 6 - CHANGE IN TARIFF PROVISIONS

Upon notice to Customer, Company shall have the right to file with the Federal Energy Regulatory Commission any changes in the terms of any of its Rate Schedules, General Terms and Conditions or Form of Agreement as Company may deem necessary, and to make such changes effective at such times as Company desires and is possible under applicable law. Customer may protest any filed changes before the Federal Energy Regulatory Commission and exercise any other rights it may have with respect thereto.

ARTICLE 7 - TERM

Where no Exhibit(s) A has been executed by Company and attached hereto within five years of the date of execution of this Agreement then this Agreement shall automatically terminate. Where one or more Exhibit(s) A have been executed by Company and attached hereto, then this Agreement shall automatically terminate five years after the latest Termination of Service Date on such Exhibit(s) A.

Termination of this Agreement shall not relieve Customer of the obligation to pay money due hereunder to Company and shall be in addition to any other remedies that Company may have.

ARTICLE 8 - APPLICABLE LAW AND SUBMISSION TO JURISDICTION

This Agreement and Company's Tariff, and the rights and obligations of Company and Customer thereunder are subject to all relevant and United States lawful statutes, rules, regulations and orders of duly constituted authorities having jurisdiction. Subject to the foregoing, this Agreement shall be governed by and interpreted in accordance with the laws of the State of Oklahoma. For purposes of legal proceedings, this Agreement shall be deemed to have been made in the State of Oklahoma and performed there, and the Courts of that State shall have jurisdiction over all disputes which may arise under this Agreement, provided always that nothing herein contained shall prevent Company from proceeding at its election against Customer in the Courts of any other State, Province or Country.

At the Company's request, the Customer shall irrevocably appoint an agent in Oklahoma to receive, for it and on its behalf, service of process in connection with any judicial proceeding in Oklahoma relating to the Agreement. Such service shall be deemed completed on delivery to such process agent (even if not forwarded to and received by the Customer.) If said agent ceases to act as a process agent within Oklahoma on behalf of Customer, the Customer shall appoint a substitute process agent within Oklahoma and deliver to the Company a copy of the new agent's acceptance of that appointment within 30 days.

ARTICLE 9 - SUCCESSORS

Any person which shall succeed by purchase, amalgamation, merger or consolidation to the properties, substantially as an entirety, of Customer or of Company, as the case may be, and which shall assume all obligations under Customer's Agreement of Customer or Company, as the case may be, shall be entitled to the rights, and shall be subject to the obligations, of its predecessor under Customer's Agreement. Any such successor must obtain any required regulatory approvals to make such assignment or transfer. Either party to a Customer's Agreement may pledge or charge the same under provisions of any mortgage, deed of trust, indenture, security agreement or similar instrument which it has executed, or, subject to any required regulatory approvals, assign such Agreement to any affiliated Person (which for such purpose shall mean any person which controls, is under common control with or is controlled by such party). Nothing contained in this Article 9 shall, however, operate to release predecessor Customer from its obligation under its

Agreement unless Company shall, in its sole discretion, consent in writing to such release and Customer and the successor have obtained any required regulatory approvals. Company shall not release any Customer from its obligations under its Agreement unless: (a) such release is effected pursuant to an assignment of obligations by such Customer, and the assumption thereof by the assignee, and the terms of such assignment and assumption render the obligations being assigned and assumed no more conditional and no less absolute than those at the time provided therein; and (b) such release is not likely to have a substantial adverse effect upon Company. Customer shall, at Company's request, execute such instrument and take such other action as may be desirable to give effect to any such assignment of Company's rights under such Customer's Agreement or to give effect to the right of a Person whom the Company has specified pursuant to Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as the Person to whom payment of amounts invoiced by Company shall be made; provided, however, the: (a) Customer shall not be required to execute any such instruments or take any such other action the effect of which is to modify the respective rights and obligations of either Customer or Company under this Agreement; and (b) Customer shall be under no obligation at any time to determine the status or amount of any payments which may be due from Company to any Person whom the Company has specified pursuant to said Section 6 as the Person to whom payment of amounts invoiced by Company shall be made.

ARTICLE 10 - OTHER OPERATING PROVISIONS

(This Article to be utilized when necessary to specify other operating provisions.)

ARTICLE 11 - EXHIBIT A OF AGREEMENT, RATE SCHEDULES AND GENERAL TERMS AND CONDITIONS

Customer shall initiate a request for FPAL or PAL service by executing and delivering to Company one or more Exhibit(s) A. Upon execution by Company, Customer's Exhibit(s) A shall be incorporated in and made a part hereof.

Company's Rate Schedules and General Terms and Conditions, which are on file with the Federal Energy Regulatory Commission (FERC) and in effect, and Exhibit(s) A hereto are all applicable to this Agreement and are hereby incorporated by reference and made a part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed as of the day and year first set forth above.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF CUSTOMER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO PARK AND LOAN ("PAL") AGREEMENT
Rate Schedule PAL

COMPANY: Midwestern Gas Transmission Company
COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____
CUSTOMER'S ADDRESS: _____
Address Line 2: _____
P.O. Box: _____
City: _____ State/Prov: _____ Zip Code: _____

TYPE OF AGREEMENT: (Parking or Lending)

PARK AND LOAN (PAL) SERVICE OPTIONS:

	Check Option	Park/Loan Start Date	Park/Loan End Date	Withdrawal/ Payback Start Date	Withdrawal/ Payback End Date	Maximum PAL Quantity Dekatherms	Daily*** Rate per Dekatherm	Parking Point	Lending Point
1) Customer Nominated Parking/Lending Service (NPL)*	<input type="checkbox"/>						-----	-----	-----
2) Customer Requested Term Parking/Lending Service (RPL)**	<input type="checkbox"/>								
3) Company Offered Parking/Lending Service (OPL)**	<input type="checkbox"/>								
4) Customer Authorized Automatic Parking/ Lending Service (APL)*	<input type="checkbox"/>							-----	-----

Ratable Schedule: (Yes or No)

*Maximum PAL Quantity available on a daily basis during the term of the Exhibit A.

**Maximum PAL Quantity available during the term of the Exhibit A.

***If this Exhibit A is at a Negotiated Rate, see description below.

Description of Negotiated Rate:

This Exhibit A is made and entered into as of _____, 20____.

Agreement No. _____

Dealbook No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM PARK AND LOAN ("FPAL") AGREEMENT
Rate Schedule FPAL

COMPANY: Midwestern Gas Transmission Company
COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: _____
CUSTOMER'S ADDRESS: _____
Address Line 2: _____
P.O. Box: _____
City: _____ State/Prov: _____ Zip Code: _____

TYPE OF AGREEMENT: (Parking or Lending)

FIRM PARK AND LOAN (FPAL) SERVICE:

Park/Loan Start Date	Park/Loan End Date	Withdrawal/ Payback Start Date	Withdrawal/ Payback End Date	Maximum PAL* Quantity (Dth)	Daily Demand** Rate per Dekatherm	Commodity Rate per Dekatherm	Parking Point	Lending Point
-------------------------	-----------------------	--------------------------------------	------------------------------------	--------------------------------	---	------------------------------------	------------------	------------------

Ratable Schedule: (Yes or No)

*Maximum FPAL Quantity available during the term of the Exhibit A.

**If this Exhibit A is at a Negotiated Rate, see description below.

Description of Negotiated Rate:

This Exhibit A is made and entered into as of _____, 20____.

Agreement No. _____

Dealbook No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
SUPPLY AGGREGATION SERVICE AGREEMENT
Rate Schedule SA

THIS AGREEMENT (Agreement No. _____) is made and entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Aggregator." Company and Aggregator shall collectively be referred to herein as the "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Aggregator agree as follows:

ARTICLE 1 - SCOPE OF AGREEMENT

Subject to the terms, conditions and limitations hereof and of Company's Rate Schedule SA, Company agrees to permit Aggregator to aggregate nominated quantities of gas, under any of Company's transportation rate schedules, at a Supply Aggregation Point (SA Point) pursuant to Rate Schedule SA.

ARTICLE 2 - CHARGES FOR SUPPLY AGGREGATION SERVICE

- 2.1 IMBALANCE CHARGES - Commencing upon the date of execution hereof, any charges related to imbalances at the physical point(s) served by the SA Point shall be paid by Aggregator to Company in accordance with Company's Rate Schedules SA, LMS-PA and LMS-MA as well as the General Terms and Conditions of Company's FERC Gas Tariff.
- 2.2 CHANGES IN CHARGES - Aggregator agrees that Company shall have the unilateral right to file with the appropriate regulatory authority and make effective changes in (a) the charges applicable to service pursuant to Company's Rate Schedule SA, (b) the rate schedule(s) pursuant to which service hereunder is rendered, or (c) any provision of the General Terms and Conditions applicable to those rate schedules or this Agreement. Company agrees that Aggregator may protest or contest the aforementioned filings, or may seek authorization from duly constituted regulatory authorities for such adjustment of Company's existing FERC Gas Tariff as may be found necessary to assure Company just and reasonable rates.

ARTICLE 3 - INVOICING AND PAYMENTS

Company shall bill and Aggregator shall pay all charges in accordance with Sections 5 and 6, respectively, of the General Terms and Conditions of Company's Gas Tariff.

ARTICLE 4 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS
AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions which are on file with the Federal Energy Regulatory Commission (FERC) and in effect, and Exhibit A hereto are all applicable to this Agreement and

are hereby incorporated by reference, and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, then the terms and conditions of the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 5 - REGULATION

This Agreement shall be subject to all applicable lawful governmental statutes, orders, rules and regulations and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorizations upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval is not obtained or continued. All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

ARTICLE 6 - TERM

- 6.1 This Agreement shall be effective as of _____ and shall remain in force and effect on a month to month basis thereafter unless this contract is terminated as hereinafter provided. This Agreement may be terminated by either Company or Aggregator upon 30 days prior written notice to the other.
- 6.2 Any portion of this Agreement necessary to resolve imbalances under this Agreement as required by the Rate Schedules SA, LMS-PA, LMS-MA and the General Terms and Conditions of Midwestern's Gas Tariff shall survive the other parts of the Agreement until such time as such balancing has been accomplished; provided, however, that Company notifies Aggregator of such imbalance no later than twelve months after the termination of this Agreement.
- 6.3 This Agreement will terminate automatically in the event Aggregator fails to pay the entire amount of any bill for service rendered by Company hereunder in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 7 - NOTICE

Notices shall be provided in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 8 - ASSIGNMENTS

- 8.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument it has executed or may execute hereafter as security for indebtedness. Either Party may, without relieving itself of its obligation under this Agreement, assign any of its rights hereunder to a company with which it is affiliated subject to any required regulatory approvals.
- 8.2 Any person which shall succeed by purchase, merger, or consolidation to the properties, substantially as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement, subject to any required regulatory approvals.

ARTICLE 9 - MISCELLANEOUS

- 9.1 The interpretation and performance of this Contract shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to the doctrines governing choice of law.
- 9.2 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at either Party's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.
- 9.3 Unless otherwise expressly provided in this Agreement or Company's Gas Tariff, no modification or supplement to the terms and provisions stated in this Agreement shall be or become effective until Aggregator has submitted a request for change and Aggregator has been notified of Company's agreement to such change. Such modifications or supplements shall be set forth on Exhibit A attached to this Agreement.

ARTICLE 10 - OTHER PROVISIONS

(If none so state) _____

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF AGGREGATOR)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
SUPPLY AGGREGATION SERVICE AGREEMENT

EXHIBIT "A"

DATED _____, _____

BETWEEN

MIDWESTERN GAS TRANSMISSION COMPANY

AND

SA Point	Location Code	
_____	_____	
Point(s)	Location Code	Predetermined Ranking(s)
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Supply
Aggregation Agreement dated _____.)

The effective date of this Exhibit A is _____, 20____.

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
THIRD PARTY BALANCING (TPB) AGREEMENT
RATE SCHEDULE TPB

This Agreement (Agreement No. _____) (the "Agreement") is made and entered into at Tulsa, Oklahoma as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and _____, hereinafter referred to as "Balancing Provider."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Balancing Provider agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - POINTS UNDER AGREEMENT

The physical interconnection point(s) of receipt and delivery of gas and the Variable Load Point, and the Balanced Point are as designated in Exhibit(s) A, attached hereto. Balancing Provider shall authorize Company to deliver a quantity of gas up to Balancing Provider's Maximum Balancing Quantity at a Variable Load Point, as set forth in Exhibit(s) A attached hereto. Company shall receive and deliver gas in accordance with the applicable terms and conditions of Rate Schedule TPB.

ARTICLE 3 - RATES

The rate for service under this Agreement shall be at Company's Maximum Rate plus all applicable surcharges in effect under Rate Schedule TPB unless otherwise agreed to by the parties and set forth in the Exhibit A of this Agreement.

ARTICLE 4 - PAYMENTS

Balancing Provider shall pay Company each month the applicable rate for this service multiplied by the applicable number of days in the calendar month multiplied by the Maximum Balancing Quantity as specified in Exhibit A of this Agreement. Balancing Provider shall make payments to Company in accordance with Rate Schedule TPB, other applicable terms and provisions of this Agreement, and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 5 - CHANGE IN TARIFF PROVISIONS

Upon notice to Balancing Provider, Company shall have the right to file with the Federal Energy Regulatory Commission any changes in the terms of any of its Rate Schedules, General Terms and Conditions or Form of Agreements as Company may deem necessary, and to make such changes effective at such times as Company desires and is possible under applicable law. Balancing Provider may protest any filed changes

before the Federal Energy Regulatory Commission and exercise any other rights it may have with respect thereto.

ARTICLE 6 - TERM OF AGREEMENT

This Agreement shall become effective_____, and shall continue in full force and effect through_____. Service rendered pursuant to this Agreement shall automatically be abandoned upon termination of this Agreement.

Termination of this Agreement shall not relieve Company and Balancing Provider of the obligation to correct any Imbalances hereunder, or Balancing Provider to pay money due hereunder to Company and shall be in addition to any other remedies that Company may have.

ARTICLE 7 - APPLICABLE LAW AND SUBMISSION TO JURISDICTION

This Agreement and Company's Tariff, and the rights and obligations of Company and Balancing Provider thereunder are subject to all relevant and United States lawful statutes, rules, regulations and orders of duly constituted authorities having jurisdiction. Subject to the foregoing, this Agreement shall be governed by and interpreted in accordance with the laws of the State of Oklahoma. For purposes of legal proceedings, this Agreement shall be deemed to have been made in the State of Oklahoma and performed there, and the Courts of that State shall have jurisdiction over all disputes which may arise under this Agreement, provided always that nothing herein contained shall prevent Company from proceeding at its election against Balancing Provider in the Courts of any other State, Province or country.

At the Company's request, the Balancing Provider shall irrevocably appoint an agent in Oklahoma to receive, for it and on its behalf, service of process in connection with any judicial proceeding in Oklahoma relating to this Agreement. Such service shall be deemed completed on delivery to such process agent (even if not forwarded to and received by the Balancing Provider.) If said agent ceases to act as a process agent within Oklahoma on behalf of Balancing Provider, the Balancing Provider shall appoint a substitute process agent within Oklahoma and deliver to the Company a copy of the new agent's acceptance of that appointment within 30 days.

ARTICLE 8 - OTHER PROVISIONS

- 8.1 The service under this Agreement shall be conditioned upon the availability of capacity sufficient to provide the service without detriment or disadvantage to existing Customers of Company.
- 8.2 Prior to initiation of service, Balancing Provider shall provide Company with any information required by the Federal Energy Regulatory Commission (FERC), as well as all information identified in Company's General Terms and Conditions and as set forth in Rate Schedule TPB.

ARTICLE 9 - EXHIBIT A OF AGREEMENT, RATE SCHEDULES AND GENERAL TERMS AND CONDITIONS

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made a part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed as of the day and year first set forth above.

MIDWESTERN GAS TRANSMISSION COMPANY

By: _____

Title: _____

(NAME OF BALANCING PROVIDER)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO THIRD PARTY BALANCING AGREEMENT
RATE SCHEDULE TPB

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

BALANCING PROVIDER: _____

BALANCING PROVIDER'S ADDRESS: _____

Name of Balanced Point: _____ Location Code _____

Name of Variable Load Point: _____ Location Code _____

Name of Physical Point(s) Comprising Balanced Point:	Flow Control	Location Code
_____	Yes <input type="checkbox"/> No <input type="checkbox"/>	_____
_____	Yes <input type="checkbox"/> No <input type="checkbox"/>	_____
_____	Yes <input type="checkbox"/> No <input type="checkbox"/>	_____

Maximum Balancing Quantity: _____ Dth/day

Daily Rate: Maximum Rate ☐ _____ (\$/Dth)
Discounted Rate ☐ _____ (\$/Dth)

This Exhibit A is made and entered into as of _____, 20____.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Third Party Balancing Service Agreement dated _____.)

Agreement No. _____

MIDWESTERN GAS TRANSMISSION COMPANY
FORM OF RELEASED FIRM TRANSPORTATION AGREEMENT

(Applicable to firm transportation rights released pursuant to Section 21 of the
General Terms and Conditions of this Tariff)

THIS AGREEMENT (Agreement No. _____) is entered into as of _____, 20____, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter called "Company," and _____ hereinafter variously called "Bidder" or "Replacement Shipper." Company and Bidder or Replacement Shipper shall be referred to collectively herein as "Parties."

WHEREAS, Company owns and operates an interstate natural gas transmission system and provides transportation service for third-party Customers on such system;

WHEREAS, Company's Tariff on file with the Federal Energy Regulatory Commission (FERC) permits firm transportation Customers under Company's Rate Schedule(s) FT-A, FT-B, FT-C or FT-D to release some or all of their transportation rights under the terms and conditions presented in the Tariff;

WHEREAS, Bidder desires to submit Bids for transportation rights released by one or more firm Customers and Company's Tariff requires Bidder to enter into this Released Transportation Service Agreement as a pre-condition to the submission of any such Bids; and

WHEREAS, Company is willing to enter into this Agreement with Bidder and provide transportation service to Bidder as a Replacement Shipper to the extent it obtains released transportation rights;

NOW THEREFORE, in consideration of the mutual covenants and agreements as herein set forth, the Parties hereto agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of Company's General Terms and Conditions are incorporated herein by reference.

ARTICLE 2 - RELEASED TRANSPORTATION RIGHTS

- 2.1 In the event transportation rights are released to Bidder, Company shall prepare and submit to Bidder an Exhibit R-1 setting forth the Release Quantity, applicable receipt and delivery points, the rates to be paid for service using released rights and any special terms and conditions applicable to such released transportation rights, including conditions of curtailment or recall. If Replacement Shipper subsequently obtains additional released transportation rights pursuant to the terms and conditions of Company's Tariff, an additional exhibit (designated sequentially as Exhibit R-2, Exhibit R-3, etc.) shall be added to this Agreement for each such award of transportation rights. Each such Exhibit shall be added to this Agreement without any requirement of execution by Replacement Shipper and, upon such addition, shall be incorporated in and be considered a part of this Agreement.

ARTICLE 3 - GOVERNING TERMS AND CONDITIONS

- 3.1 This Agreement shall be subject to, shall be governed by, and shall incorporate the applicable provisions of Company's Tariff, including, without limitation, Section 21 of the General Terms and Conditions thereof, the Governing Rate Schedule and special terms and conditions stated in each Exhibit hereto with respect to the released transportation rights described in such Exhibit. Subject to the terms, conditions and limitations to this Agreement and Company's Tariff, Replacement Shipper shall be deemed a Customer for purposes of Company's Rate Schedule(s) FT-A, FT-B, FT-C or FT-D and the applicable provisions of Company's Tariff shall be subject to all obligations thereof.
- 3.2 With respect to the Release Quantity, Replacement Shipper shall have all of the rights and obligations of "Customer" and Company shall have all of the rights and obligations of "Company" under the firm transportation agreement between Releasing Shipper and Company listed on Exhibit A.
- 3.3 Company expressly reserves all rights granted to it by Company's Rate Schedule(s) FT-A, FT-B, FT-C or FT-D and the applicable provisions of its Tariff to file at the FERC and place into effect unilaterally such changes as Company deems necessary or desirable from time-to-time in the rates, charges, terms, and conditions applicable to service under the Tariff or Rate Schedule(s) FT-A, FT-B, FT-C or FT-D, in order to assure Company just and reasonable rates, charges, and terms and conditions of service.

ARTICLE 4 - TERM

This Agreement shall become effective on the date first written above and shall remain in force and effect until terminated by either Party upon thirty days prior written notice to the other Party; provided however, no such termination may take effect during the term of any release of transportation rights to Replacement Shipper hereunder.

ARTICLE 5 - SUCCESSORS AND ASSIGNS

This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors and assigns. No assignment or transfer by either Party of any of its rights hereunder, except for transfers pursuant to the release program set forth in Company's Tariff, shall be made without such party obtaining any required regulatory approvals and the prior written consent of the other Party. Such consent shall not be unreasonably withheld. No such consent of Company or Replacement Shipper shall be required when an assignment by Replacement Shipper or Company is the result of, and part of, a corporate acquisition, merger or reorganization and the Replacement Shipper and its successor have obtained any required regulatory approvals. Nothing contained herein shall prevent either Party from pledging, mortgaging or assigning its rights hereunder as security for its indebtedness and either Party may assign to the pledgee or mortgagee (or to a trustee for the holder of such indebtedness) any money due or to become due under this Agreement. As between the parties hereto, such assignment shall become effective on the first day of the month following written notice that such assignment has been effectuated. Upon request of either Party, the other Party shall acknowledge in writing any permitted assignment described herein and the right of any permitted assignee (and any assignee upon enforcement of any assignment made as security for indebtedness) to enforce this Agreement against such other Party, and shall also deliver such certificates, copies of corporate documents and opinions and counsel as may be reasonably requested by such permitted assignee relating to such Party, this Agreement and any other matters relevant thereto. No permitted assignment shall relieve the assigning Party from any of its obligations under this Agreement. Replacement

Shipper hereby confirms that the rights of Company under this agreement that may be assigned include any right given or reserved to Company in the Agreement to consent to any assignment or transfer by Replacement Shipper of its rights and obligations thereunder.

ARTICLE 6 - GOVERNMENTAL BODIES

Notwithstanding any other provision hereof, this Agreement shall be subject to all laws, statutes, ordinances, regulations, rules and court decisions of governmental entities now or hereafter having jurisdiction.

ARTICLE 7 - REPLACEMENT SHIPPER'S INDEMNIFICATION

- 7.1 Replacement Shipper recognized that its rights to transportation service hereunder are solely those rights released by Releasing Shipper. The Replacement Shipper agrees that it will indemnify Company against any claims or suit of any kind by any Releasing Shipper, its successor or assigns arising from any action taken by Company in reliance upon the nominations, scheduling instructions or other communications from Replacement Shipper or its agents. Replacement Shipper further agrees that it will hold Company harmless for any action taken by Company in reliance upon the nominations, scheduling instructions, or other communications of the Releasing Shipper or its agents. Replacement Shipper further recognizes and agrees that Company shall have no obligation to honor any nomination or scheduling request from Replacement Shipper or its agents that in Company's sole opinion conflicts with communications or instructions received by Company from the Releasing Shipper (or its agents) or with the terms of Company's Tariff.
- 7.2 Replacement Shipper agrees to indemnify Releasing Shipper against any claim or suit of any kind by Company, its successor or assigns, or by a third party arising from any action taken by a Replacement Shipper under this Released Transportation Agreement.

ARTICLE 8 - MISCELLANEOUS PROVISIONS

- 8.1 No waiver by any Party of any one or more defaults by the other in the performance of any provisions of this Agreement shall operate or be construed as a waiver of any future default of defaults, whether of a like or of a different character.
- 8.2 The headings of the Articles of this Agreement are inserted for convenience of reference only and shall not affect the meaning or construction thereof.
- 8.3 As to all matters of construction and interpretation, this agreement shall be interpreted by the laws of the state of Oklahoma, without regard to its conflict of laws provisions.
- 8.4 This Agreement, including all provisions expressly incorporated by reference, constitutes the entire agreement between the Parties pertaining to the subject matter hereof and supersedes all prior agreements, representations and understandings, written or oral, pertaining thereto. Except as otherwise provided herein, any modifications, amendments or changes to this Agreement shall be binding upon the Parties only if agreed upon by both Parties hereto in a written instrument or by an electronic contract form which expressly refers to this Agreement.
- 8.5 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.

- 8.6 Notice(s) shall be provided in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year first set forth above.

MIDWESTERN GAS TRANSMISSION COMPANY
(Company)

By: _____

Title: _____

(Replacement Shipper)

By: _____

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT R-1
to the
Released Firm Transportation Agreement
between Midwestern Gas Transmission Company (Company)
and _____ (Replacement Shipper)
Dated _____

Release Quantity: _____ Bid Rate: _____
Governing Rate Schedule: _____ Term: _____
Releasing Shipper: _____
Commencement Date: _____ Expiration Date: _____

Receipt Point	Location Code
_____	_____
Delivery Point	Location Code
_____	_____

Additional Conditions of Release: _____

NON-CONFORMING AND NEGOTIATED RATE AGREEMENTS

Customer	Contract No.	Tariff Record No.	Non-Conforming and/or Negotiated Rate
Antero Resources Corporation	FA1001	10.1	Non-Conforming and Negotiated Rate
Reserved for Future Use		10.1.1	
Indianapolis Power and Light Company (d/b/a AES Indiana)	FA1560	10.2	Negotiated Rate
Northern Illinois Gas Company (d/b/a Nicor Gas)	FA1009	10.3	Non-Conforming and Negotiated Rate
Reserved for Future Use		10.3.1	
Northern Illinois Gas Company (d/b/a Nicor Gas)	FA1010	10.4	Non-Conforming and Negotiated Rate
Eco-Energy Natural Gas	FA1574	10.5	Negotiated Rate
Reserved for Future Use		10.6	
Reserved for Future Use		10.7	
Reserved for Future Use		10.8	
Reserved for Future Use		10.9	
Reserved for Future Use		10.10	
Reserved for Future Use		10.11	
Reserved for Future Use		10.12	
Reserved for Future Use		10.13	
Reserved for Future Use		10.14	
Reserved for Future Use		10.15	
Reserved for Future Use		10.16	
Reserved for Future Use		10.17	
Reserved for Future Use		10.18	
Reserved for Future Use		10.19	
Reserved for Future Use		10.20	
Reserved for Future Use		10.21	
Reserved for Future Use		10.22	
Reserved for Future Use		10.23	

Reserved for Future Use		10.24	
Reserved for Future Use		10.25	
Reserved for Future Use		10.26	

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: March 29, 2016

Tariff Record Title: Antero Resources Corporation FA1001

Option Code: A

Other Information: Part 10.1, version 6.0.0

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

THIS AGREEMENT (Agreement No. FA1001) is made and entered into as of ~~October 22~~ **2015** by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and Antero Resources Corporation, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-A or FT-GS to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

The facilities constructed are those as described in the Company's prior notice application in Docket No CP15-101-000 which is an expansion of mainline capacity in order to accommodate 125,000 Dth/day of additional capacity from the Company's interconnection with Rockies Express Pipeline LLC in Edgar

County, IL to northbound points. Company will construct, own and operate all such facilities. Customer is the anchor shipper for such expansion of mainline capacity.

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 **Transportation Charge** - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule (FT-A or FT-GS) and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 **Incidental Charges** - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 **Changes in Tariff Provisions** - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff. Service shall commence on the later of (i) December 1, 2015, or (ii) the in-service date of the Facilities ("Service Commencement Date"). The term of service under the Service Agreement shall extend from the Service

Commencement Date until the end of the gas day immediately preceding the fifteenth (15th) anniversary of the Service Commencement Date ("Primary Term"). Customer shall have a contractual extension and right-of-first-refusal rights as contemplated by Exhibit A and Company's Tariff, including Company's Rate Schedule FT-A and General Terms and Conditions. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.

- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

- 16.1 As a condition precedent to Company agreeing to construct the additional facilities as described in Article 4, Customer agreed to provide the following credit support. As of June 19, 2014, Customer has provided a letter of credit in a form that is acceptable to Company. The letter of credit shall be reduced annually by an amount equal to the annual transportation reservation payments made according to this Agreement as identified in Exhibit A. In the event that the Customer should receive a senior unsecured rating of BBB- from Standard and Poor's and a rating of Baa3 from Moody's, Company will eliminate the credit support. If the credit requirement is reduced through Company's credit review, and Customer were to be subsequently downgraded below BBB- and/or Baa3 by either of the ratings agencies, Company will have the right to initiate an additional credit review, and depending on the results of that review, require reinstatement of credit support at an appropriate level for the timing of that event.
- 16.2 If the Service Commencement Date as defined in Exhibit A has not occurred by (i) August 1, 2016 (if Company is constructing pursuant to "prior notice" authority) or (ii) August 1, 2017 (if proceeding under NGA section 7(c) authority), Customer shall nevertheless have the option to cancel and terminate such Service Agreement without liability to Company. Should Customer elect to cancel and terminate this Agreement pursuant to this Section 16.2, Customer shall provide Company with thirty (30) days prior written notice of such election, and should the Service Commencement Date occur prior to the end of the 30-day notice period, such option shall end and this Agreement shall be binding upon the Parties. Provided however, if Customer has not elected to exercise such option by the time the Service Commencement Date occurs, then Customer's option contained herein shall end and this Agreement shall be binding upon the Parties in accordance with its terms.
- 16.3 The following most favored nations right shall apply to service under this Agreement as described in Exhibit A. If from time to time or at any time during the period extending until the fifth (5th) anniversary of the Service Commencement Date, Company enters into a precedent agreement, firm transportation service agreement or similar agreement for service with another shipper for Equivalent Service (as defined below) at transportation rates (the "triggering rates") that are more favorable than the transportation rates set forth in Exhibit A hereto, Company will offer Customer, within five (5) business days of entering into such precedent agreement, firm transportation service agreement or similar agreement, the triggering rates for service under the Agreement up to Customer's Transportation Quantity hereunder. If Customer is willing to accept such offer, then, within ten (10) business days from the date Customer receives such offer from Company, Customer shall so notify Company, and Company and Customer shall promptly enter into the agreements that are necessary for Customer to receive service under this Agreement pursuant to the same terms and conditions thereunder at the triggering rates commencing with initiation of service under the Equivalent Service agreement(s) and for the remainder of the Primary Term under this Agreement. For purposes of this Section 16.3, "Equivalent Service" means (i) firm transportation service (ii) provided in whole or in part on expanded mainline capacity (iii) that is constructed or that will be constructed by Company pursuant to an expansion project with a proposed in-service date later than December 1, 2015, (iv) to or from any primary point located on or within the transportation path on the Company system extending northbound from the REX Interconnect to the Millsdale interconnect between Company and Guardian Pipeline in Will County, Illinois (v) that has a receipt point south of, and a delivery

point north of, Company's proposed Herscher compressor station, and (vi) for a primary term of one (1) year or longer. This Section 16.3 was included in the Precedent Agreement between the parties and was to survive termination of the Precedent Agreement and was to be set forth in its entirety in this Agreement which is subject to approval by the FERC. To the extent that any portion of this Agreement is not approved by the FERC, the Parties agree to amend this Agreement but only to the extent necessary for this Agreement to be approved by the FERC.

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY



By:

Title:

ANTERO RESOURCES CORPORATION
(NAME OF CUSTOMER)

By:

Title:

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: Antero Resources Corporation

CUSTOMER'S ADDRESS: 1615 Wynkoop Street
Denver, CO 80202

Right of First Refusal: Yes ☒ No ☐

Transportation Quantity: 3/ 125,000 Dth/day

Transportation Path:

Receipt Point: Scotland REX Delivery Point: Millsdale

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Monthly Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☒

For transportation to or from any point and in any direction within the Transportation Path, the negotiated rate is \$5.1709 per Dth/month (\$0.170 Dth/day) of Transportation Quantity; provided, for each Dth nominated by Customer and scheduled and transported by Midwestern to or from any point located outside of the Transportation Path, an additional negotiated usage surcharge of \$0.0677 per Dth shall apply.

This Exhibit A is made and entered into as of October 22, 2015.

Billing Commencement Date of this Exhibit A shall be the same date as the Service Commencement Date as described in Section 12.1 of the Firm Transportation Agreement dated October 22, 2015.

(This Exhibit A supersedes and cancels Exhibit A dated N/A to the Firm Transportation Agreement dated N/A.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. FA1001

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: June 4, 2012

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.1.1, version 2.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: July 1, 2024

Tariff Record Title: Indianapolis Power and Light Company (d/b/a AES Indiana) FA1560

Option Code: A

Other Information: Part 10.2, version 13.0.0

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

THIS AGREEMENT (Agreement No. FA1560) is made and entered into as of January 30, 2024, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and INDIANAPOLIS POWER & LIGHT COMPANY d/b/a AES INDIANA, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-A or FT-GS to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

Company is modifying and installing infrastructure at existing compressor stations on the mainline as well as installing other mainline facilities.

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule (FT-A or FT-GS) and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff after the Billing Commencement Date as set forth in Exhibit A or through the later of (i) May 31, 2031, or (ii) seven (7) years after the in-service date of the Facilities. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance

with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.
- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the

severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) None

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

DocuSigned by:



MIDWESTERN GAS TRANSMISSION COMPANY

DocuSigned by:

Charles M. Kelley

By:

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DS

PHN

Title: Senior Vice President, Natural Gas Pipelines

INDIANAPOLIS POWER & LIGHT COMPANY
d/b/a/ AES INDIANA
(NAME OF CUSTOMER)

By:

G. Aaron Cooper

Title: Chief Commercial Officer, US Utilities

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: Indianapolis Power & Light Company d/b/a AES Indiana

CUSTOMER'S ADDRESS: One Monument Circle
Indianapolis, Indiana 46204

Right of First Refusal: Yes ☒ No ☐

Transportation Quantity: 3/ 65,000 Dth/day

Transportation Path:

Receipt Point: Scotland REX Delivery Point: Portland

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Monthly Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☒ Negotiated monthly demand rate of \$5.3229/Dth or \$0.1750 daily demand rate. As of Billing Commencement Date for the Customer's Southbound Incremental Capacity, the negotiated daily demand rate shall be \$0.1325/Dth. The commodity rate is the applicable maximum FERC Gas Tariff rate.
(\$/Dth) (attach explanation of rate)

No ☐ Yes ☒ LMSCRA Applicable

This Exhibit A is made and entered into as of January 30, 2024.

Billing Commencement Date of this Exhibit A is the later of (i) June 1, 2024, or (ii) the in-service date of the Facilities, but in no event shall the in-service date of the Facilities occur later than June 1, 2025.

(This Exhibit A supersedes and cancels Exhibit A dated N/A to the Firm Transportation Agreement dated N/A.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. FA1560

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: February 1, 2016

Tariff Record Title: Northern Illinois Gas Company d/b/a Nicor Gas FA1009

Option Code: A

Other Information: Part 10.3, version 2.0.0

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

THIS AGREEMENT (Agreement No. FA1009) is made and entered into as of December 2, 2015, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and Northern Illinois Gas Company d/b/a Nicor Gas, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-A or FT-GS to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

The facilities constructed are those as described in the Company's prior notice application in Docket No CP15-101-000 which is an expansion of mainline capacity in order to accommodate additional capacity from

the Company's interconnection with Rockies Express Pipeline LLC in Edgar County, IL to northbound points. Company will construct, own and operate all such facilities.

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 Transportation Charge - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule (FT-A or FT-GS) and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 Incidental Charges - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 Changes in Tariff Provisions - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff. Service shall commence on the

later of (i) February 1, 2016 or (ii) the in-service date of the Facilities which shall only begin on the first day of any month ("Service Commencement Date"). The term of service under the Service Agreement shall extend from the Service Commencement Date until the end of the gas day immediately preceding the fifteen years and 6 month ("15 ½ years") anniversary of the Service Commencement Date ("Primary Term"), which is estimated to be July 31, 2031, based on a Service Commencement Date of February 1, 2016. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.

- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) None

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: Anthony R. Rose
Title: VP Commercial

NORTHERN ILLINOIS GAS COMPANY d/b/a
NICOR GAS
(NAME OF CUSTOMER)

By: [Signature]
Title: VP - Gas Supply Operations

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: Northern Illinois Gas Company d/b/a Nicor Gas

CUSTOMER'S ADDRESS: 1844 Ferry Road
Naperville, IL 60536-9600

Right of First Refusal: Yes ☒ No ☐

Transportation Quantity: 3/ 30,000 Dth/day

Transportation Path:

Receipt Point: Scotland REX Delivery Point: Nicor - SA

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/

Quantity:

Quantity Level:

Time Period: Start Date End Date

Contract: Discounted Monthly Reservation Rate per Dth

Discounted Daily Commodity Rate per Dth

Point: Receipt Point

Delivery Point

Point to Point: Receipt Point to Delivery Point

Zone: Receipt Point to Delivery Point

Relationship:

Rate Component:

Index Price Differential:

Negotiated Rate: 1/ No ☐ Yes ☒ Negotiated rate of \$5.1700/Dth per month or \$0.17 Dth/day.

This Exhibit A is made and entered into as of December 2, 2015.

Billing Commencement Date of this Exhibit A shall be the same date as the Service Commencement Date as described in Section 12.1 of the Firm Transportation Agreement dated December 2, 2015.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. FA1009

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: November 1, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.3.1, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: February 1, 2016

Tariff Record Title: Northern Illinois Gas Company d/b/a Nicor Gas FA1010

Option Code: A

Other Information: Part 10.4, version 2.0.0

MIDWESTERN GAS TRANSMISSION COMPANY
FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

THIS AGREEMENT (Agreement No. FA1010) is made and entered into as of December 2, 2015, by and between MIDWESTERN GAS TRANSMISSION COMPANY, hereinafter referred to as "Company," and NORTHERN ILLINOIS GAS COMPANY d/b/a NICOR GAS, hereinafter referred to as "Customer." Company and Customer shall be collectively referred to as "Parties."

WITNESSETH:

That, in consideration of their respective covenants and agreements herein contained, Company and Customer agree as follows:

ARTICLE 1 - DEFINITIONS

The definitions found in Section 1 of the General Terms and Conditions of Company's FERC Gas Tariff are incorporated herein by reference.

ARTICLE 2 - TRANSPORTATION

Company agrees to provide firm transportation service pursuant to Rate Schedule FT-A or FT-GS to Customer on a daily basis beginning with Customer's Billing Commencement Date and continuing throughout the term of this Agreement in accordance with the Transportation Quantity and Transportation Path as identified on Exhibit A attached hereto.

ARTICLE 3 - RECEIPT POINT AND DELIVERY POINT

- 3.1 The Receipt Point and Delivery Point defining the Transportation Path shall be those points specified on Exhibit A attached hereto. Customer shall be entitled to Receipt Point and Delivery Point flexibility in accordance with Section 15 of the General Terms and Conditions of Company's FERC Gas Tariff. Priority of transportation service shall be determined in accordance with Section 15 and Subsection 3.7 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 3.2 Customer may request a change to the Receipt Point and/or Delivery Point defining the Transportation Path provided in this Agreement in accordance with Subsection 25.3 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 4 - FACILITIES

All facilities are in place to render the service provided for in this Agreement.

or

(If facilities are contemplated to be constructed, a brief description of the facilities will be included, as well as who is to construct, own and/or operate such facilities.)

The facilities constructed are those as described in the Company's prior notice application in Docket No CP15-101-000 which is an expansion of mainline capacity in order to accommodate additional capacity from

the Company's interconnection with Rockies Express Pipeline LLC in Edgar County, IL to northbound points. Company will construct, own and operate all such facilities.

ARTICLE 5 - QUALITY SPECIFICATIONS AND STANDARDS FOR MEASUREMENTS

For all gas received, transported and delivered hereunder, the Parties agree to the quality specifications and standards for measurement as provided for in the General Terms and Conditions of Company's FERC Gas Tariff. Company shall be responsible for the operation of measurement facilities at the Delivery Point and at the Receipt Point. In the event that measurement facilities are not operated by Company, then the responsibility for operations shall be deemed to be that of the Balancing Party at such point. If measurement facilities are not operated by Company and there is no Balancing Party at such point, then the responsibility for operations shall be deemed to be Customer's.

ARTICLE 6 - RATES FOR SERVICE

- 6.1 **Transportation Charge** - The rates, charges and surcharges for the transportation service provided for herein, including compensation for system fuel use and gas lost and unaccounted for, shall be paid by Customer to Company in accordance with Company's applicable effective Rate Schedule (FT-A or FT-GS) and the General Terms and Conditions of Company's FERC Gas Tariff. Except as provided in this Agreement, Customer shall pay Company the applicable Maximum Rate and all other applicable charges and surcharges specified on the effective Summary of Rates and Charges in Company's FERC Gas Tariff. Company and Customer may agree to a discounted rate pursuant to the provisions of Section 27 of the General Terms and Conditions of Company's FERC Gas Tariff provided that the discounted rate is between the applicable Maximum and Minimum Rates for this service.
- 6.2 **Incidental Charges** - Customer agrees to pay Company for all known and anticipated filing fees, reporting fees or similar charges required to provide the transportation service described herein. Further, Customer agrees to reimburse Company for all such fees within thirty (30) days after receiving proof of payment from Company.
- 6.3 **Changes in Tariff Provisions** - Company shall have the right to file with the Federal Energy Regulatory Commission (FERC) any changes in the rates, charges, terms and conditions of its Rate Schedules, the General Terms and Conditions, or form of agreements in Company's FERC Gas Tariff applicable to those Rate Schedules and to make such changes effective at such times as Company desires and is possible under applicable law. Company agrees that Customer may protest any filed changes before the FERC and exercise any other rights it may have with respect thereto.

ARTICLE 7 - RESPONSIBILITY DURING TRANSPORTATION

As between the Parties hereto, it is agreed that from the time gas is delivered by Customer to Company at the Receipt Point(s) and prior to delivery of such gas to or for the account of Customer at the Delivery Point(s), Company shall have the unqualified right to commingle such gas with other gas in its system and shall have the unqualified right to handle and treat such gas as its own.

Without limiting its other responsibilities and obligations under this Agreement, the Customer acknowledges that it is responsible for obtaining and assumes the risk of loss of the following: (1) gas supply, (2) markets and (3) transportation upstream and downstream of the Company's pipeline system. Notwithstanding the loss of one or more of the items enumerated above, Customer shall continue to be liable for payment to the Company of the applicable rates and charges as provided for in this Agreement and Company's FERC Gas Tariff.

ARTICLE 8 - PAYMENTS

Customer shall make payments to Company under this Agreement in accordance with the provisions of this Agreement and Section 6 of the General Terms and Conditions of Company's FERC Gas Tariff as such Tariff may be revised or replaced from time to time.

ARTICLE 9 - RATE SCHEDULES, GENERAL TERMS AND CONDITIONS AND EXHIBIT A OF AGREEMENT

Company's Rate Schedules and General Terms and Conditions, which are on file with the FERC and in effect, and Exhibit A hereto are all applicable to this Agreement and are hereby incorporated by reference and made part of this Agreement. To the extent a term or condition set forth in this Agreement is inconsistent with the General Terms and Conditions, the General Terms and Conditions shall govern. Furthermore, to the extent a term or condition set forth in this Agreement is inconsistent with the applicable Rate Schedule, the Rate Schedule shall govern unless the relevant provision is inconsistent with General Terms and Conditions.

ARTICLE 10 - REGULATION

- 10.1 This Agreement shall be subject to all applicable and lawful United States governmental statutes, orders, rules and regulations of duly constituted authorities having jurisdiction and is contingent upon the receipt and continuation of all necessary regulatory approvals or authorization upon terms acceptable to Company. This Agreement shall be void and of no force and effect if any necessary regulatory approval or authorization is not so obtained or continued

All Parties hereto shall cooperate to obtain or continue all necessary approvals or authorizations, but no Party shall be liable to any other Party for failure to obtain or continue such approvals or authorizations.

- 10.2 In the event the Parties are unable to obtain all necessary and satisfactory regulatory approvals for service on facilities prior to the expiration of two (2) years from the effective date hereof, then, prior to receipt of such regulatory approvals, either Party may terminate this Agreement by giving the other Party at least thirty (30) days prior written notice, and the respective obligations hereunder, except for the provisions of Article 6.2 herein, shall be of no force and effect from and after the effective date of such termination.

ARTICLE 11 - WARRANTIES

Customer agrees to indemnify and hold Company harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses (including reasonable attorneys fees) arising from or out of breach of any warranty, express or implied, by Customer herein. Company shall not be obligated to provide or continue service hereunder in the event of any breach of warranty by Customer.

ARTICLE 12 - TERM OF AGREEMENT

- 12.1 This Agreement shall become effective upon its execution and shall, under all circumstances, continue in effect in accordance with Company's FERC Gas Tariff. Service shall commence on the

later of (i) February 1, 2016 or (ii) the in-service date of the Facilities which shall only begin on the first day of any month ("Service Commencement Date"). The term of service under the Service Agreement shall extend from the Service Commencement Date until the end of the gas day immediately preceding the fifteen years and 6 month ("15 ½ years") anniversary of the Service Commencement Date ("Primary Term"), which is estimated to be July 31, 2031, based on a Service Commencement Date of February 1, 2016. If the primary term of this Agreement shall be one year or more, then this Agreement shall continue in effect thereafter until extended or terminated in accordance with Sections 16 or 17 of the General Terms and Conditions of Company's FERC Gas Tariff. Service rendered pursuant to this Agreement shall be abandoned upon termination of this Agreement.

- 12.2 Termination of this Agreement shall not relieve Company and Customer of the obligation to resolve or cash-out any imbalances hereunder, or Customer of its obligation hereunder to Company and shall be in addition to any other remedies that Company may have.
- 12.3 In addition to any other remedy Company may have, this Agreement will terminate automatically in the event Customer fails to pay the entire amount of any invoice for service rendered by Company hereunder when that amount is due, provided Company shall give Customer thirty days' notice prior to any termination of service. Service may continue hereunder if within the thirty day notice period satisfactory assurance of payment is made in accordance with the terms and conditions of Section 6 of the General Terms and Conditions of Company's FERC Tariff.

ARTICLE 13 - NOTICES

Any notice, request, demand, statement, or invoice provided for in this Agreement or any notice that either Party may desire to give to the other shall be in accordance with Subsection 11.1 of the General Terms and Conditions of Company's FERC Gas Tariff.

ARTICLE 14 - SUCCESSORS AND ASSIGNS

- 14.1 Either Party may assign or pledge this Agreement and all rights and obligations hereunder under the provisions of any mortgage, deed of trust, indenture, or other instrument that it has executed or may execute hereafter as security for indebtedness. Either Party, without relieving itself of its obligations under this Agreement, may assign any of its rights hereunder to a company with which it is affiliated, subject to any required regulatory approvals. Otherwise, Customer shall not assign this Agreement or any of its rights and obligations hereunder, except in accordance with Section 21 of the General Terms and Conditions of Company's FERC Gas Tariff.
- 14.2 Any person or entity that succeeds by purchase, merger, or consolidation to the properties, substantially or as an entirety, of either Party hereto shall be entitled to the rights and shall be subject to the obligations of its predecessor in interest under this Agreement. Customer and any such successor must obtain any required regulatory approvals to make such assignment or transfer.

ARTICLE 15 - GENERAL

- 15.1 Except for changes specifically authorized pursuant to this Agreement, no modification of or supplement to the terms and conditions hereof shall be or become effective until Customer has submitted a request for change and Customer has been notified of Company's agreement to such change.

- 15.2 No waiver by any Party of any one or more defaults by the other in the performance of any provision of this Agreement shall operate or be construed as a waiver of any future default or defaults, whether of a like or of a different character.
- 15.3 The interpretation and performance of this Agreement shall be in accordance with and controlled by the laws of the State of Oklahoma, without regard to Choice of Law doctrine that refers to the laws of another jurisdiction.
- 15.4 If any provision of this Agreement is declared null and void, or voidable, by a court of competent jurisdiction, then that provision will be considered severable at Company's option; and if the severability option is exercised, the remaining provisions of the Agreement shall remain in full force and effect.

ARTICLE 16 - OTHER PROVISIONS

(If none so state) None

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be duly executed as of the date first hereinabove written.

MIDWESTERN GAS TRANSMISSION COMPANY

By: Hayden Rose

Title: VP Commercial

Handwritten initials

NORTHERN ILLINOIS GAS COMPANY d/b/a
NICOR GAS
(NAME OF CUSTOMER)

By: [Signature]

Title: _____

MIDWESTERN GAS TRANSMISSION COMPANY
EXHIBIT A TO FIRM TRANSPORTATION AGREEMENT
Rate Schedule FT-A or FT-GS

COMPANY: Midwestern Gas Transmission Company

COMPANY'S ADDRESS: ONEOK Plaza
100 West 5th Street
Tulsa, Oklahoma 74103

CUSTOMER: Northern Illinois Gas Company d/b/a Nicor Gas

CUSTOMER'S ADDRESS: 1844 Ferry Road
Naperville, IL 60536-9600

Right of First Refusal: Yes ☒ No ☐

Transportation Quantity: 3/ 15,000 Dth/day

Transportation Path:

Receipt Point: Portland Delivery Point: Nicor - SA

Recourse Rate: Maximum Rate 1/ ☐

Discounted Rate(s): 1/ ☐

Rate Type: 2/ 3/ _____

Quantity: _____

Quantity Level: _____

Time Period: Start Date _____ End Date _____

Contract: Discounted Monthly Reservation Rate per Dth _____

Discounted Daily Commodity Rate per Dth _____

Point: Receipt Point _____

Delivery Point _____

Point to Point: Receipt Point _____ to Delivery Point _____

Zone: Receipt Point _____ to Delivery Point _____

Relationship: _____

Rate Component: _____

Index Price Differential: _____

Negotiated Rate: 1/ No ☐ Yes ☒ Negotiated rate of \$5.1700/Dth per month or \$0.17 Dth/day.

This Exhibit A is made and entered into as of December 2, 2015.

Billing Commencement Date of this Exhibit A shall be the same date as the Service Commencement Date as described in Section 12.1 of the Firm Transportation Agreement dated December 2, 2015.

(This Exhibit A supersedes and cancels Exhibit A dated _____ to the Firm Transportation Agreement dated _____.)

1/ An applicable ACA charge will be included in the Customer's monthly invoice.

2/ See Section 27 of the General Terms and Conditions for description of various types of discount rates.

3/ In the event there are multiple receipt points and/or delivery points, supplement this section to present the transportation quantity or discounted rate information for each point.

Agreement No. FA1010

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: July 1, 2024

Tariff Record Title: Eco-Energy Natural Gas FA1574

Option Code: A

Other Information: Part 10.5, version 8.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: June 10, 2021

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.6, version 5.0.0 superseding version 4.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: June 10, 2021

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.7, version 5.0.0 superseding version 4.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: June 10, 2021

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.8, version 3.0.0 superseding version 2.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.9, version 1.0.0 superseding version 0.1.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: November 1, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.10, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.11, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.12, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.13, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.14, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.15, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.16, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.17, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.18, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.19, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.20, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.21, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.22, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.23, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.24, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.25, version 1.0.0 superseding version 0.0.0

eTariff Information

Tariff Submitter: Midwestern Gas Transmission Company

FERC Tariff Program Name: FERC NGA Gas Tariff

Tariff Title: Volume No. 1

Tariff Record Proposed Effective Date: September 21, 2015

Tariff Record Title: Reserved for Future Use

Option Code: A

Other Information: Part 10.26, version 1.0.0 superseding version 0.0.0

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