

**MEMPHIS LIGHT, GAS AND WATER DIVISION
CITY OF MEMPHIS**

GAS SERVICE

**SCHEDULE G-10 & G-12 MARKET
LARGE GENERAL SERVICE – INTERRUPTIBLE**

AVAILABILITY

This rate schedule is available for gas service to all Customers contracting for not less than 1,500 ccf of Maximum Daily Demand. Gas supplied under this rate schedule is for the exclusive use of the Customer and shall not be resold.

Service under this rate schedule is subject to curtailment. Customers served under this rate schedule are required to have alternate fuels and/or operational procedures that will prevent plant, property, equipment, and product from sustaining any significant damages during a period of curtailment. Gas sold under this rate schedule shall be interrupted whenever, in the opinion of the Division, the interruption is necessary. Customers receiving gas service under this rate schedule shall at no time take gas during any "Period of Curtailment."

CONTRACT REQUIREMENT

Customers taking service under this rate schedule shall be required to execute written contracts for a period of not less than one (1) year that specifies a Daily Contract Demand. For purposes of this rate schedule, a Daily Contract Demand means the maximum quantity of service that the Division will render during a day.

MONTHLY RATE (ccf equals 100 cubic feet)

SERVICE CHARGE: \$510.83 per month, plus

FOR GAS CONSUMED:

First 200,000 ccf per month @ \$0.099 per ccf
Volumes exceeding 200,000 ccf per month @ \$0.028 per ccf, plus

GAS COST

Customer will be financially responsible for all gas purchased on their behalf. Gas purchases will be made at a rate determined monthly by the Division.

MAXIMUM DAILY DEMAND

The Maximum Daily Demand shall be defined as the maximum volume consumed during a twenty-four (24) hour period during the current month but shall not be less than 80% of the Maximum Daily Demand for any of the preceding eleven (11) months, provided that gas consumed during the months of May through September for the preceding eleven (11) months shall be excluded when determining the Maximum Daily Demand for this purpose. The Maximum Daily Demand shall be determined at the option of the Division according to one of the following methods:

1. By estimate – one-twentieth (1/20) of the current monthly consumption
2. By actual test
3. By demand meter

VOLUMETRIC RESTRICTIONS

The Division reserves the right to require a new contract from any Customer whose Maximum Daily Demand is less than his Contract Demand, and further reserves the right to prohibit the addition of any loads in excess of present loads or present Contract Demands without prior Division approval. Any Customer who violates these restrictions may be required to remove the excess load requirements or have full service discontinued.

MINIMUM BILL

The minimum monthly bill shall be \$0.358 for each ccf of the higher of: (1) the Maximum Daily Demand during the twelve (12) months ending with the billing month, or (2) the Daily Contract Demand, but in no event less than the Service Charge.

PAYMENT

The above rates are net, the gross rates being 5% higher. In the event the current monthly bill is not paid on or before delinquent date shown on the bill, the gross rates shall apply.

PERIOD OF CURTAILMENT

“Period of Curtailment” shall mean the period of time specified by the Division when giving notice to Customer or its authorized agent. It shall begin no earlier than one (1) hour after the Division gives notice to Customer. The Division may provide notice by any means, including electronic and verbal notice.

If, for any reason, Customer continues to take gas during any Period of Curtailment there shall become due and payable to the Division, not as a penalty but as liquidated damages, an amount equal to \$2.50 per ccf for all gas taken. An additional charge of \$10.00 per ccf shall be applied to all gas taken in excess of 10% of the Daily Contract Demand during any Period of Curtailment. This amount is to be in addition to the Division’s incremental cost per ccf for all gas taken during the Period of Curtailment and all other amounts billed in accordance with this rate schedule.

During a Period of Curtailment, Customer shall have the right but not the obligation to temporarily convert service to the transportation Rate Schedule FT. As provided under Rate Schedule FT, customer would deliver, or cause to be delivered, natural gas to the Division for redelivery to Customer. Customer must perform the responsibilities of a customer under Rate Schedule FT, satisfy those terms, and pay those rates for gas redelivered by the Division, provided that the Division will not apply the Service Charge under Rate Schedule FT, but will apply the Service Charge applicable in this Rate Schedule.

SINGLE POINT DELIVERY AND JOINT SERVICE THROUGH ONE METER

Service under this rate schedule shall be delivered to a single meter and at a single pressure. Service for the same Customer at other meters or at different pressures shall be separately metered and billed under a separate service agreement.

Customer shall install and maintain at its expense any equipment deemed necessary by MLGW to provide service under this rate schedule, including, but not limited to, telephone lines and power outlets.

If a Customer receives service under more than one rate schedule at a meter, the volumes delivered under each rate schedule will be determined as provided in the Rules and Regulations of the Division. Further, if the Customer takes gas during a “Period of Curtailment” at such a meter, the Division may discontinue all services to that meter.

RULES AND REGULATIONS

Service is subject to the Rules and Regulations of the Division.