

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

GAS SERVICE

**SCHEDULE G-10 & G-12
LARGE GENERAL SERVICE - INTERRUPTIBLE
OFF-PEAK**

AVAILABILITY

This rate schedule is available for gas service to all Customers contracting for not less than 1500 Ccf of Maximum Daily Demand and providing oil or other alternate fuel facilities approved by the Division as being adequate in design and capacity.

Availability of gas under this rate schedule is subject to curtailment in the event of any curtailment of the Division's supply of gas.

Gas supplied under this rate schedule is for the exclusive use of the Customer and shall not be resold.

Gas sold under this rate schedule shall be termed "Off-Peak Gas" and 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."

MONTHLY RATE (Ccf equals 100 cubic feet)

SERVICE CHARGE: \$301.42 per month, plus

FOR GAS CONSUMED:

First 200,000 ccf per month @ \$0.5513 per ccf
Excess over 200,000 ccf per month @ \$0.5015 per ccf, plus

PURCHASED GAS ADJUSTMENT RIDER

The above rates are subject to adjustment under the provisions of the Purchased Gas Adjustment Rider.

ADDITIONAL CHARGE FOR GAS TAKEN DURING "PERIOD OF CURTAILMENT"

"Period of Curtailment" is defined as that period of time beginning one (1) hour after notice by the Division's dispatcher that the "Period of Curtailment" has begun and ending when notice is received from Division's dispatcher that the "Period of Curtailment" has ended. Verbal notice by telephone from the Division's dispatcher to the Customer or his authorized agent shall be deemed to be proper notice.

If, for any reason, Customer taking service under this rate schedule 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 MLGW'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.

MINIMUM BILL

The minimum monthly bill shall be \$.3496 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 \$301.42.

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.

CONTRACT REQUIREMENT

Customers taking service under this rate schedule shall be required to execute written contracts for a period of not less than three (3) years.

MAXIMUM DAILY DEMAND

The Maximum Daily Demand shall be defined as the maximum twenty-four (24) hours' use of gas during the current month but shall not be less than 80% of the maximum twenty-four (24) hours' use of gas during the preceding eleven (11) months, except gas used during the months of May through September shall be excluded when determining the 80% of the Maximum twenty-four (24) hours' use of gas during the preceding eleven (11) months. 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

SINGLE POINT DELIVERY AND JOINT SERVICE THROUGH ONE METER

The above rates are based upon the supply of service to the Customer's premises through a single delivery and metering point, and at a single pressure. Separate supply for the same Customer at other points of consumption, or at different pressures, shall be separately metered and billed.

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

For customers receiving service under more than one rate schedule through one meter, the volumes delivered under each rate schedule will be determined as provided by the Rules and Regulations of the Division.

Customers who receive service under more than one rate schedule through one meter, and who take gas during a "Period of Curtailment", are subject to have full service (including any firm deliveries) through the one meter discontinued.

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.

RULES AND REGULATIONS

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