## INTERRUPTIBLE TRANSPORTATION/STANDBY SALES SERVICE RATE (Cont'd)

RATE (Cont'd)
2. Charges for Over- and Under-Deliveries

If the amount of gas delivered to the Company by a customer varies from the amount of gas used by the customer on a daily basis, the customer will have an over-delivery or an under-delivery. If on any day the over-delivery or under-delivery is less than $10 \%$ of a customer's actual daily usage, the customer may adjust subsequent daily deliveries to the Company by an amount not to exceed $10 \%$ of any day's usage to eliminate any over- or under-deliveries by the end of the month. Each customer's cumulative monthly over- or under-delivery shall be subject to a limitation of $125 \%$ of the customer's MDQ. If on any day the cumulative over- or under-delivery exceeds $125 \%$ of the MDQ, the difference between the cumulative over- or underdelivery and $125 \%$ of the $M D Q$ will be cashed out. Any over- or under-delivery remaining at the end of each month will be cashed out. To cash out over- or under- deliveries, the customer must sell the over-delivered volumes to the Company or purchase the under-delivered volumes from the Company as specified below.

## A. Over-deliveries - Daily

If on any day a customer's over-delivery is greater than $10 \%$ of a customer's actual usage, the over-delivered volumes in excess of $10 \%$ will be purchased by the Company at the rates set forth below. The Index Price used to determine the applicable rate shall be equal to the average "Midpoint" rate for "Tennessee, zone 0" and "Tennessee, zone 1" (500 and 800 legs) receipt points as published in Platt's Gas Daily in the table "Daily Price Survey", plus the Company's weighted average cost of transportation and fuel losses.

| For Over-Deliveries | Rate |
| :---: | :---: |
| $>10 \%$ up to and including 15\% | $90 \%$ of Index Price |
| $>15 \%$ up to and including 20\% | $85 \%$ of Index Price |
| $>20 \%-$ Winter | $60 \%$ of Index Price |
| $>20 \%-$ Summer | $70 \%$ of Index Price |

Issued by: Arthur R. Upright, Senior Vice President, Poughkeepsie, New York

