RULES AND REGULATIONS
FOR THE TRANSPORTATION OF NATURAL GAS (Cont.)

TRANSPORTATION RATES

Unless otherwise agreed in writing, the transportation charges shall consist of the following based on customer classifications stated on Tariff Sheet No. 14:

RS TRANSPORT

Customer Charge: $13.40 per month
(I) Commodity Charge: $11.767 per Dt
Fuel Retention (No Temperature Compensation): 8.00%
Fuel Retention (with Temperature Compensation): 5.50%

(I) Note: The above commodity charge includes $9.045 in total base rates, $1.294 in PREP rates, and $1.428 in standby service.

SGS TRANSPORT

Customer Charge: $26.80 per month
(I) Commodity Charge: $9.325 per Dt
Fuel Retention (No Temperature Compensation): 8.00%
Fuel Retention (with Temperature Compensation): 5.50%

(I) Note: The above commodity charge includes $6.980 in total base rates, $0.917 in PREP rates, and $1.428 in standby service.

LGS TRANSPORT

(I) Meter Charge: $853.16 per meter per month
(I) Commodity Charge: $4.983 per Dt
Fuel Retention (No Temperature Compensation): 8.00%
Fuel Retention (with Temperature Compensation): 5.50%

(I) Note: The above Meter Charge includes $231.70 in base rates and $621.46 in PREP rates. The above commodity charge includes $3.555 in total base rates and $1.428 in standby service.

WS TRANSPORT (Definitions per Tariff Sheet No. 27)

Demand Charge: $0.640 per Dt of Monthly Billing Units
(I) Commodity Charge: $4.959 per Dt
Fuel Retention (No Temperature Compensation): 8.00%
Fuel Retention (with Temperature Compensation): 5.50%

(I) Note: The above commodity charge includes $3.147 in total base rates, $0.384 in PREP rates, and $1.428 in standby service.

(I) Indicates an increase in rates

RULES AND REGULATIONS
FOR THE TRANSPORTATION OF NATURAL GAS (Cont.)

TRANSPORTATION RATES (CONT.)

LCI-D TRANSPORT (Definitions per Tariff Sheet Nos. 30, 31, and 32)

(I)	Customer Charge:	$7,139.16 per month
	Demand Charge:	$0.270 per Dt of Monthly Billing Units
	Non-Gas Commodity Charge:	
	First 44,211 Dt:	$0.545 per Dt
	Next 176,844 Dt:	$0.445 per Dt
	Over 221,055 Dt:	$0.367 per Dt
(I)	MDV Charge:	$8.748 per Dt of nominated MDV
	Fuel Retention:	5.50%

(I) Note: The above customer charge includes $4,163.78 in base rates and $2,975.38 in PREP rates.

LCI-DS TRANSPORT (Definitions per Tariff Sheet Nos. 30, 31, and 32)

(I)	Customer Charge:	$1,651.26 per month
	Demand Charge:	$0.017 per Dt of Monthly Billing Units
	Non-Gas Commodity Charge:	
	First 44,211 Dt:	$0.037 per Dt
	Next 176,844 Dt:	$0.025 per Dt
	Over 221,055 Dt:	$0.020 per Dt
(I)	MDV Charge:	$8.748 per Dt of nominated MDV
	Fuel Retention:	0.00%

(I) Note: The above customer charge includes $1,310.94 in base rates and $340.32 in PREP rates.

In addition to the Transportation Rates, the Transporter must pay other applicable charges including, but not limited to, balancing, special meter readings, fuel retention, and the costs incurred by Transporter associated with Shipper migrating from sales to transportation service.

OTHER CHARGES

Charges under these schedules are subject to the PREP rates as set forth on Tariff Sheet No. 69.

INDEMNIFICATION

Customer shall indemnify the Company and save it harmless from all suits, judgments, claims, actions, debts, liabilities, levies, accounts, damages, costs, losses, and expenses arising from or out of adverse claims of any or all persons to said gas, including but not limited to claims, suits, actions, and demands which may arise due to the nonpayment of landowner royalties, overriding royalties, or rentals thereon or therefrom. Provided, however, Customer shall not indemnify the Company for (a) any liability to the extent that such liability arises out of the Company's intentional misconduct or negligence, or (b) the Company's failure to make payments after receipt by the Company of payments by Customer hereunder.

(I) Indicates an increase in rates