

TRANSPORTATION SERVICE RATE

Applicability

Applicable to commercial customers and to consumers not otherwise specifically provided for under any other rate schedule.

Service under this rate schedule is available for the transportation of customer-owned natural gas through the Company's distribution system. The customer must arrange with its gas supplier to have the customer's gas delivered to one of the Company's existing delivery receipt points for transportation by the Company to the customer's facilities at the customer's delivery point. The receipt points shall be specified by the Company at its reasonable discretion, taking into consideration available capacity, operational constraints, and integrity of the distribution system.

Availability

Natural gas service under this rate schedule is available to any individually metered, commercial customer for the transportation of customer owned natural gas through the Company's Central Texas distribution system which includes Austin, Cedar Park, Kyle, Rollingwood, Sunset Valley and West Lake Hills, Texas. Such service shall be provided at any point on the Company's System where adequate capacity and gas supply exists, or where such capacity and gas supply can be provided in accordance with the applicable rules and regulations and at a reasonable cost as determined by the Company in its sole opinion.

Electronic flow measurement (EFM) may be required for Customers under this tariff at the Company's sole discretion. The customer may be required to reimburse the Company for any cost related to the installation of the EFM as well as provide for or reimburse the Company for any on going maintenance, repair, or communications costs. In the alternative, Customer may elect to discontinue service under this tariff and to receive service under the applicable sales tariff.

Service is not available under this rate schedule for resale to others or for service for a term less than twelve (12) months.

Under this tariff the Company shall perform or cause to be performed all functions necessary to transport the gas commodity from the Point of Receipt to the end use Customer. The Customer is responsible for acquiring the gas commodity from a third party supplier. Such gas supply must be delivered to the pipeline providing upstream services for the system from which the Customer is served.

Customer shall deliver to Company each month, as reimbursement for lost and unaccounted for gas in the form of Payment in Kind (PIK), a volume of gas equal to the Purchase/Sales ratio authorized to be collected in the Cost of Gas clause times the volume of gas delivered by the Company for the account of Customer for transportation.

Character of Service

Firm gas transportation service

Cost of Service Rate

During each monthly billing period:

A customer charge per meter per month listed by customer class as follows:

Commercial	-	\$ 75.00
Large Commercial	-	\$150.00
Industrial	-	\$ 80.00
Large Industrial	-	\$150.00
Public Authority	-	\$ 25.00
Large Public Authority	-	\$100.00
Public Schools Space Heating	-	\$ 60.00
Compressed Natural Gas	-	\$ 40.00

Plus –

All Ccf per monthly billing period listed by customer class as follows:

Commercial	-	\$ 0.13010 per Ccf
Large Commercial	-	\$ 0.10898 per Ccf
Industrial	-	\$ 0.10675 per Ccf
Large Industrial	-	\$ 0.10064 per Ccf
Public Authority	-	\$ 0.11838 per Ccf
Large Public Authority	-	\$ 0.11041 per Ccf
Public Schools Space Heating	-	\$ 0.11689 per Ccf
Compressed Natural Gas	-	\$ 0.07018 per Ccf

Additional Charges

- 1) A charge will be made each month to recover the cost of taxes paid to the State of Texas pursuant to Texas Utilities Code, Chapter 122 as such may be amended from time to time which are attributable to the transportation service performed hereunder.
- 2) A charge will be made each month to recover the cost of any applicable franchise fees paid to the cities.
- 3) In the event the Company incurs a demand or reservation charge from its gas supplier(s) or transportation providers in the Central Texas Service Area, the customer may be charged its proportionate share of the demand or reservation charge based on benefit received by the customer.

Subject to:
Special Provisions

Tariff

General Terms and Conditions for Transportation Service T-GTC

Other Conditions

Transportation of Customer owned natural gas hereunder is subject in all respects to General Terms and Conditions for Transportation Service (T-GTC) and the Transportation Agreement entered into between the Customer and Company prior to commencement of service and all amendments and modifications thereto.

Transportation of natural gas hereunder may be interrupted or curtailed at the discretion of the Company in case of shortage or threatened shortage of gas supply from any cause whatsoever, to conserve gas for residential and other higher priority customers served. The curtailment priority of any customer served under this schedule shall be the same as the curtailment priority established for other customers served pursuant to the Company's rate schedule which would otherwise be available to such customer.