MIDDLE TENNESSEE NATURAL GAS TERMS AND CONDITIONS SALE OF NATURAL GAS

GENERAL OFFICE P. O. BOX 670 SMITHVILLE, TN 37166

RATE 40

INDUSTRIAL NATURAL GAS SERVICE

APPLICABLE TO INDUSTRIAL NATURAL GAS USERS WITHOUT AUXILIARY FUEL AND/OR USERS WITH ALTERNATE FUEL WHO USE GAS FOR BACKUP SERVICE TO OTHER FUELS

AVAILABILITY:

- (1) For any industrial customer whose facilities are located in an area of the District where the customer's daily and annual volumes can be served. Each applicant for service under this class will be reviewed individually.
- (2) Also available for sales for resale.

RATE: Customer Charge \$60.00 per month

First 40,000 therms 0.705 per therm
Over 40,000 therms 0.565 per therm

Delayed Payment Charge = 5%

Minimum Monthly Charge = \$60.00

Effective Date = April 1, 2009

Turn On and/or Reconnect Charge = \$300.00

MEASUREMENT AND BILLING:

- (1) The unit of volume for the purpose of measurement shall be by cubic foot.
- (2) The unit of volume for the purpose of billing shall be by therm.
- (3) The number of therms delivered by the District during any month at the point of service shall be determined by multiplying the number of measured cubic feet of natural gas delivered to the customer during said month by the "Unit Total Heating Value" of each cubic foot and then dividing the total by 100,000.
- (4) Bills for service are subject to adjustment caused by changes in the cost of purchased gas in accordance with Service Schedule No. 10. Purchased Gas Adjustments and all applicable taxes and fees are in addition to the above stated Base Rates.