

Schedule No. C-1

COMMERCIAL GAS SERVICE

APPLICABILITY

Applicable to commercial customers, as defined in Rule No. 1 of this Arizona Gas Tariff, located in the service area formerly served by Black Mountain Gas Company.

TERRITORY

Throughout the certificated area formerly served by Black Mountain Gas Company.

RATES

The basic service charge and commodity charge are set forth in the currently effective Statement of Rates of this Arizona Gas Tariff and are incorporated herein by reference.

The minimum charge per meter per month is the basic service charge.

SPECIAL CONDITIONS

The charges specified for this schedule are subject to adjustment for the applicable portion of any taxes or governmental impositions which are based on the gross revenues of the Utility.

PURCHASED GAS ADJUSTMENT PROVISION

The rates specified for this schedule are subject to increases or decreases in the cost of gas purchased in accordance with those provisions set forth in the "Special Supplementary Tariff, Purchased Gas Cost Adjustment Provision," contained in this Arizona Gas Tariff.

RULES AND REGULATIONS

The standard Rules and Regulations of the Utility as authorized by the Commission shall apply where consistent with this schedule.