

Schedule No. GTT-255

TRANSPORTATION SERVICE FOR CUSTOMER-OWNED GAS

APPLICABILITY

Available to Commercial and Industrial Customers provided that the Company's existing distribution system has capacity adequate for the service requested by Customer. In order to transport gas at rates under this schedule, the uses of gas must be classified in Rule No. 21 as Priority P1 or P2A and the customer's average monthly use must exceed 20,800 therms. Each March, service to all customers under this schedule will be reviewed to determine continued applicability, based on natural gas use in the 12 billing months ending in the most recent calendar year.

TERRITORY

Throughout the Company's certificated gas service areas in its Southern and Northern California Divisions, including the Company's South Lake Tahoe district, except as may hereafter be provided.

RATES

The commodity charges, basic service charge, and annual minimum charge are set forth in the currently-effective Statement of Rates of this California Gas Tariff and are incorporated herein by reference.

The number of therms shall be determined in accordance with the provision Rule No. 2C.

Minimum Charge:

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

SPECIAL CONDITIONS

1. As a condition precedent to service under this schedule, an executed agreement with the Company is required specifying customer's transportation quantity requirements and other terms and conditions as herein after provided. The agreement shall provide for transportation service to a single designated point of delivery.
2. The term of service shall be for a period of one year when service is first rendered and year by year thereafter, continuing until cancelled by at least thirty days written notice given by either party to the other prior to any anniversary date.
3. All terms and conditions of Rule No. 22, Transportation of Customer-Secured Natural Gas, apply to the transportation of customer-secured gas under this schedule.

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(Continued)

SPECIAL CONDITIONS (Continued)

4. The quantity of customer-secured gas delivered to the customer on any day shall approximate the quantity of gas received by the Company for transportation to the customer. Imbalances in deliveries will be handled as described in Rule No. 22.
5. In the event of pipeline interruption or curtailment, customers under this schedule will be curtailed in accordance with Rule No. 21, Curtailment of Natural Gas.
6. Service under this schedule is subject to the general rules and regulations contained in this tariff and to those prescribed by regulatory authorities.
7. The Company is not obligated to maintain long-term gas supplies for transportation customers. Therefore, if a customer provided service under this schedule desires to change to a sales service schedule, the customer shall be liable for any additional charges associated with procuring incremental gas supplies to provide such service, if such charges exceed average gas supply costs.