

Standby Service Rate Schedule

1. Applicability

Standby Service under this rate schedule is available, subject to the availability of storage capacity, in conjunction with transportation service under Rate Schedules GTS and DTS. A transportation Customer must enter into a written contract with East Ohio for service under this rate schedule for a minimum of 12 months.

2. Character of Service

The gas supplied by East Ohio under this rate schedule shall be on a firm and continuous basis, provided, however, that in the event of an emergency, service may be curtailed pursuant to PUCO rules or a curtailment plan approved for East Ohio by the PUCO. East Ohio's obligation to deliver gas hereunder to the Customer on any Day is limited to the Maximum Daily Standby Quantity specified in the contract. The Maximum Daily Standby Quantity is defined as the maximum volume of gas that East Ohio shall sell to a Customer pursuant to this rate schedule on any Day, as specified in the Customer's standby service contract.

a. DTS Customers

The gas supplied by East Ohio under this rate schedule on any Day to a Customer receiving transportation service under Rate Schedule DTS is limited to the lesser of the maximum Daily Standby Quantity and the Daily Negative Imbalance. The Daily Negative Imbalance is defined as the amount by which the Customer's Delivery Volume exceeds the Customer's Daily Available Volume. On any Day on which the Customer's Daily Available Volume exceeds the Delivery Volume, gas will not be supplied under this rate schedule.

b. GTS Customers

The gas supplied by East Ohio under this rate schedule during the Customer's Billing Cycle to Customers receiving transportation service under Rate Schedule GTS is limited to the Maximum Daily Standby Quantity times thirty (30).

3. Rates and Charges

The demand component of the rate charged for service hereunder shall be payable monthly and shall not exceed the greater of (a) demand charges associated with the Maximum Daily Standby Quantity based on the EGTS FTNN rate schedule (or the TCO FTS rate schedule for West Ohio customers) or (b) \$2.526 per Mcf times the Maximum Daily Standby Quantity. In no event shall the charges under this rate schedule be less than the Variable Cost of Service, plus a contribution to total company fixed costs. The demand component shall be billed and payable whether or not standby gas is actually delivered to the Customer.

The commodity rate charged for gas supplied hereunder shall be the current cost of gas based on the standard service offer rate as set forth on tariff sheet B-SSO 1.

Positive Imbalance Volumes and those Negative Imbalance Volumes in excess of gas supplied under this rate schedule, as defined in the General Terms and Conditions of Transportation Service, will be reconciled pursuant to Sections 5 and 6, respectively, of those terms and conditions, as set forth on Sheet F-GT&C 6.

Customers receiving service under this rate schedule shall be responsible for charges pursuant to East Ohio's Gross Receipts Tax Rider.

East Ohio shall credit all payments received for charges billed pursuant for service hereunder to costs recovered through the Operational Balancing Rider.

4. Regulations

All service pursuant to this rate schedule is subject to East Ohio's General Terms and Conditions of Transportation Service and to the Rules and Regulations contained in its tariff.