

Transportation Service for Schools (TSS)

1. Applicability

1.1 Transportation service pursuant to this rate schedule is for service to the non-residential premises of primary and secondary schools throughout East Ohio's service area that:

- a) have purchased or otherwise arranged for a supply of natural gas of acceptable quality and have provided for the delivery of such gas to East Ohio's system for redelivery at a point on the East Ohio system; and
- b) qualify for transportation service under the PUCO Gas Transportation Program Guidelines; and
- c) have entered into a written contract (the "contract") with East Ohio for service under this rate schedule for a minimum of 12 months. East Ohio may waive the requirement that the Customer enter into a written contract to receive service under this rate schedule.

1.2 Transportation 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.

2. Character of Service

The gas received by East Ohio on any Day for the account of the Customer shall be delivered by East Ohio to the Customer on the same Day on a firm basis, subject to the provisions of East Ohio's General Terms and Conditions of Transportation Service. 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.

3. Measurement of Deliveries

- 3.1 Delivery Points specified in the contract may be equipped with monthly gas measurement equipment instead of real-time electronic gas measurement ("EGM") capability, except as specified in Section 3.2 below.
- 3.2 Any Customer that does not receive all of its natural gas requirements through East Ohio may, at East Ohio's discretion, be required to equip all of its Delivery Points with EGM capability. Any other Customer may elect to equip some or all of its Delivery Points with EGM capability. If EGM capability approved and required by East Ohio is not available at any of the Delivery Points specified in the contract at the time the contract is executed, such equipment shall be installed, owned, operated, and maintained by East Ohio, provided, however, that all costs associated with the purchase and installation of such equipment shall be borne by the Customer and paid to East

Ohio in equal monthly installments over a period specified in the contract, which period shall not exceed 24 months. In addition:

- a) The Customer shall provide, at no cost to East Ohio and in a timely manner, a 120-volt, 15-ampere, AC power supply and a telephone tie to the Customer's telephone system accessible at Customer's meter location(s), and any necessary telephone enhancements to properly transmit data.
- b) The Customer shall pay all charges for continuous electric and telephone service necessary for the operation of the EGM equipment.

4. Balancing Tolerances

Positive and Negative Imbalance Volumes will be reconciled pursuant to Sections 5 and 6 of East Ohio's General Terms and Conditions of Transportation Service.

5. Volume Banking Service

- 5.1 Customers purchasing transportation service pursuant to this rate schedule are required to subscribe to Volume Banking Service. The minimum Monthly Tolerance Level for such Customers is two percent (2%) of monthly consumption volumes.
- 5.2 Customers will be billed the applicable rate per Mcf on all Delivery Volumes according to the level of Volume Banking set forth in their service agreements.

| <u>Monthly Tolerance Level</u> | <u>Rate per Mcf for all Delivery Volumes</u> |
|--------------------------------|--|
| Two Percent | \$0.0166 |
| Four Percent | \$0.0214 |
| Six Percent | \$0.0263 |
| Eight Percent | \$0.0311 |
| Ten Percent | \$0.0358 |

6. Rates and Charges

- 6.1 The volumetric charge for each Customer at each Delivery Point served under this rate schedule shall not exceed the rates set forth below plus the riders as specified in 6.4, applicable to service rendered under this rate schedule:

| | | | | |
|---------------|-----|-----------------|---------|----------|
| For the first | 100 | Mcf each month, | \$1.500 | per Mcf, |
| For the next | 400 | Mcf each month, | \$1.150 | per Mcf, |
| For all over | 500 | Mcf each month, | \$0.800 | per Mcf, |

In no event shall the volumetric charge for volumes delivered under this rate schedule be less than the Variable Cost of Service.

- 6.2 In addition to the volumetric charge, each Customer shall be assessed a service charge of \$40.00 per Delivery Point for each billing period or any portion thereof.
- 6.3 Any Customer that, after having received transportation service under this rate schedule as of its effective date, receives a greater portion of its natural gas requirements through a source other than East Ohio may be required to receive service under the Daily Transportation Service rate schedule or pay a charge based on the Standby Service rate schedule in recognition of the additional balancing services provided by East Ohio.
- 6.4 Customers receiving transportation service under this rate schedule shall be responsible for charges pursuant to East Ohio's Gross Receipts Tax Rider, Excise Tax Rider, Transportation Migration Rider-Part A, AMR Cost Recovery Charge, PIR Cost Recovery Charge, Infrastructure Development Rider, Tax Savings Credit Rider, and CEP Rider. Any Customer initiating transportation service under this rate schedule who was exclusively a sales customer of East Ohio as of November 8, 1994 shall continue to be responsible for charges pursuant to East Ohio's Interim Emergency and Temporary PIP Plan Rider and Uncollectible Expense Rider. Any Customer initiating transportation service under this rate schedule who was exclusively a sales or Energy Choice customer in the West Ohio division as of October 16, 2008 shall continue to be responsible for charges pursuant to East Ohio's Interim Emergency and Temporary PIP Plan Rider and Uncollectible Expense Rider.