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**GAS RATE NO. A3**

**BASIC USAGE BALANCING SERVICE**

**APPLICABILITY:**

This rate is applicable to 3<sup>rd</sup> Party Suppliers providing gas supply services to a Supplier Group of End-Use Customers who have chosen the Basic Delivery Service Option, or to End-Use Customers acting as their own Supply Agent, who have elected the Basic Delivery Service Option, in accordance with the Utility's requirements.

**SPECIAL PROVISIONS:**

Incorporated herein, and made part of this Gas Rate No. A3, are the Terms and Conditions for Gas Service, as amended from time to time. Capitalized terms used in this rate schedule are defined in the Terms and Conditions for Gas Service.

**BASIC USAGE IMBALANCES:**

The Utility shall cash-out monthly a 3<sup>rd</sup> Party Supplier, or an End-Use Customer acting as its own Supply Agent, the following in connection with positive or negative daily net Basic Usage Imbalances associated with a Supplier Group of End-Use Customers, or for the End-Use Customer acting as its own Supply Agent, under Gas Rate Nos. D3, D4, D5, and D7.

Negative daily net Basic Usage Imbalances reflect situations where a Supplier Group of End-Use Customer(s), or an End-Use Customer acting as its own Supply Agent, consumed a greater volume of Gas than its Daily Gas Supply Deliveries.

Positive daily net Basic Usage Imbalances reflect situations where a Supplier Group of End-Use Customer(s), or an End-Use Customer acting as its own Supply Agent, consumed a lesser volume of Gas than its Daily Gas Supply Deliveries.

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**GAS RATE NO. A3 – BASIC USAGE BALANCING SERVICE (Cont'd)**

Any net daily Basic Usage Imbalances in excess of 30%, or under a Non-Economic Operational Flow Order or Curtailment period, in excess of 15%, will be administered under Gas Rate No. A4.

**MONTHLY CASH-OUT OF DAILY IMBALANCES:**

1. Except under Operational Flow Order or Curtailment conditions, cash-out charges for negative daily net Basic Usage Imbalances are as follows:

**100% of applicable Gas Supply Charge from Rider B (including capacity costs) for Daily net Basic Usage Imbalances of 0% up to and including 15%**

**115% of applicable Gas Supply Charge from Rider B (including capacity costs) for daily net Basic Usage Imbalances of greater than 15% up to and including 30%**

**Daily net Basic Usage Imbalances greater than 30% will be administered under Gas Rate No. A4**

2. Cash-out charges for negative daily net Basic Usage Imbalances, under Economic Operational Flow Order conditions, are as follows:

**115% of applicable Gas Supply Charge from Rider B (including capacity costs) for daily net Basic Usage Imbalances of greater than 0% up to and including 30%**

**Daily net Basic Usage Imbalances greater than 30% will be administered under Gas Rate No. A4**

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**GAS RATE NO. A3 – BASIC USAGE BALANCING SERVICE (Cont'd)**

3. Cash-out charges for negative daily net Basic Usage Imbalances, under Non-Economic Operational Flow Order or Curtailment conditions, are as follows:

**115% of applicable Gas Supply Charge from Rider B (including capacity costs) for daily net Basic Usage Imbalances of greater than 0% up to and including 15%**

**Daily net Basic Usage Imbalances greater than 15% will be administered under Gas Rate No. A4**

4. Except under Operational Flow Order or Curtailment conditions, cash-out credits for positive daily net Basic Usage Imbalances are as follows:

**100% of applicable Gas Supply Charge from Rider B (without capacity costs) for Daily net Basic Usage Imbalances of 0% up to and including 15%**

**85% of applicable Gas Supply Charge from Rider B (without capacity costs) for daily net Basic Usage Imbalances of greater than 15% up to and including 30%**

**Daily net Basic Usage Imbalances greater than 30% will be administered under Gas Rate No. A4**

5. Cash-out credits for positive daily net Basic Usage Imbalances, under Economic Operational Flow Order conditions, are as follows:

**85% of applicable Gas Supply Charge from Rider B (without capacity costs) for daily net Basic Usage Imbalances of greater than 0% up to and including 30%**

**Daily net Basic Usage Imbalances greater than 30% will be administered under Gas Rate No. A4**

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**GAS RATE NO. A3 – BASIC USAGE BALANCING SERVICE (Cont'd)**

6. Cash-out credits for positive daily net Basic Usage Imbalances, under Non-Economic Operational Flow Order or Curtailment conditions, are as follows:

**85% of applicable Gas Supply Charge from Rider B for (without capacity costs) daily net Basic Usage Imbalances of greater than 0% up to and including 15%**

**Daily net Basic Usage Imbalances greater than 15% will be administered under Gas Rate No. A4**

**BILLING FOR DAILY IMBALANCE CASH-OUTS:**

Basic Usage Imbalance charges and credits will be calculated daily, accumulated throughout the month and billed at month end, to the applicable 3<sup>rd</sup> Party Supplier or End-Use Customer acting as its own Supply Agent. Utility will purchase amounts from a 3<sup>rd</sup> Party Supplier, or End-Use Customer acting as its own Supply Agent that are not offset by other charges.