

RATE SCHEDULE LGS-1
FIRM LIQUEFIED NATURAL GAS STORAGE SERVICE

4. MINIMUM BILL

The minimum bill per month shall be the sum of the Storage and Delivery Charges.

5. GAS USED BY PAIUTE

In addition to the charges set forth above, Shipper shall provide its proportionate share of the Gas Used by Paiute in its day-to-day operations at the LNG Plant. Unless otherwise revised as a result of the annual audit described in Section 4.7(c)(2) of the General Terms and Conditions of this tariff, the daily quantity of Gas Used by Paiute will be determined by the following:

- 5.1 LNG Liquefaction: Twenty-one percent (21%) of the quantity liquefied on a given day. This factor shall not apply to LNG tendered for receipt into storage at the LNG truck unloading facility.
- 5.2 LNG Vaporized: Three percent (3%) of the quantity vaporized on a given day.
- 5.3 On days when the LNG Plant is in standby mode (i.e., performing no liquefaction or vaporization service for Shippers), fuel consumed in the LNG Plant's operations will be deducted from daily boil-off quantities.

6. STORAGE AND DELIVERY CAPACITIES

Shipper's capacities shall be specified in the executed Service Agreement between Paiute and Shipper providing for service under this rate schedule. Such capacities shall represent Paiute's maximum service obligations to Shipper under this rate schedule in the circumstances to which they are applicable. The individual capacities are as follows:

- 6.1 The Storage Capacity shall be the largest quantity of liquefied natural gas inventory that Paiute is obligated to hold at any time for the account of Shipper at its LNG Plant. The inventory quantities shall be accounted for in equivalent Dth of natural gas; however, the actual measurement of the inventory quantity will be conducted in accordance with Section 2.2 of the General Terms and Conditions of this tariff.