

RATE SCHEDULE LGS-2  
INTERRUPTIBLE LIQUEFIED NATURAL GAS STORAGE SERVICE

6. STORAGE AND DELIVERY CAPACITIES

Shipper's maximum contract entitlement quantities shall be specified in the executed Service Agreement between Paiute and Shipper providing for service under this rate schedule. Such quantities shall represent Paiute's maximum service obligations to Shipper under this rate schedule in the circumstances to which they are applicable. The individual entitlement quantities 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.
- 6.2 The Daily Delivery Capacity, less Gas Used by Paiute pursuant to Section 5.2 above, shall be the largest daily quantity that Paiute is obligated to deliver into Paiute's pipeline system upon vaporization for the account of Shipper.

7. BOIL-OFF GAS

On any day when Shipper has not scheduled delivery from the LNG Plant, there may be a quantity of boil-off gas that must be delivered into Paiute's pipeline system. The total boil-off quantity shall be allocated among the Shippers under Rate Schedules LGS-1 and LGS-2 pro rata on the basis of their respective liquefied natural gas inventories at the beginning of the month, and transported as part of each Shipper's scheduled quantity for such day. On days when the LNG Plant is in standby mode (i.e., performing no liquefaction or vaporization service for Shippers), the total boil-off quantity allocated will be net of any fuel consumed at the LNG Plant.

8. MEASUREMENT BASE

Refer to Section 2.2 of the General Terms and Conditions of this tariff.