

GENERAL TERMS AND CONDITIONS
(Continued)

4. OPERATING PROCEDURES (Continued)

4.2 Scheduling of Gas Receipts and Deliveries: (Continued)

- a. For transportation services, the aggregate quantities of natural gas (1) received into Paiute's system, (2) delivered from Paiute's system, (3) consumed as fuel in Paiute's transmission system operations, (4) lost and unaccounted for with respect to Paiute's transmission system operations, (5) scheduled for transportation under Rate Schedules FT-1 and IT-1; (6) retained from Shippers as Gas Used by Paiute; and (7) forfeited by Replacement Shippers under Section 2.3 of Rate Schedule LGS-1 and by Shippers under Section 2.4 of Rate Schedule LGS-2.
- b. For LNG storage services, the aggregate quantities of natural gas (1) liquefied for storage, (2) vaporized for delivery into Paiute's transmission system (the quantity of gas vaporized where Paiute initiates vaporization without a Shipper nomination will be separately stated), (3) consumed as fuel during liquefaction and vaporization operations, as well as for plant operations (each quantity to be stated separately), (4) lost and unaccounted for with respect to Paiute's LNG storage operations, (5) stored in inventory at the beginning of the month and at the end of the month, stated in total working gas inventory owned by Shippers and total cushion gas inventory owned by Paiute, and (6) retained from Shippers as Gas Used by Paiute, stated separately for liquefaction and vaporization operations.
- c. The imbalance quantities between Paiute and each upstream pipeline that delivers natural gas into Paiute's system, and the imbalance quantity between Paiute and its Shippers in aggregate, stated at the end of the month.
- d. Workpapers and other materials that explain the derivation of the percentage of Gas Used by Paiute established for transportation services.

All quantities of natural gas will be stated in dekatherms.