

GENERAL TERMS AND CONDITIONS
(Continued)

5. OVERRUN AND UNDERRUN, BALANCING AND PENALTY PAYMENTS (Continued)

5.1 Daily Contract Entitlement Overrun: (Continued)

(c) Unauthorized Daily Overrun: All gas taken by Shipper in excess of its Daily Authorized Quantity, without the advance permission of Transporter, shall constitute Unauthorized Overrun Gas. For a Shipper that is also a Receiving Party, any Authorized Overrun Gas scheduled for Shipper, any interruptible transportation gas scheduled for Shipper, and any third party gas scheduled by Transporter for delivery to such Receiving Party's facilities shall be included as part of the Receiving Party's Daily Authorized Quantity for the purposes of this Section 5.1.

(1) For any Gas Day for which Transporter has not issued an OFO under this section, all quantities of Unauthorized Overrun Gas shall be subject to a charge per Dekatherm that is two times the maximum Usage Charge applicable to Rate Schedule IT-1 of this tariff.

(2) For any Gas Day for which Transporter has issued an OFO under this section, Unauthorized Overrun Gas shall be subject to the following charges:

a. For all Unauthorized Overrun Gas taken in excess of the Daily Authorized Quantity, but less than one hundred two percent (102%) of the Daily Authorized Quantity, an amount per Dekatherm that is two times the maximum Usage Charge applicable to Rate Schedule IT-1 of this tariff.

b. For that quantity of Unauthorized Overrun Gas taken in excess of one hundred two percent (102%) of the Daily Authorized Quantity up to one hundred five percent (105%) of the Daily Authorized Quantity for such day, an amount equal to five dollars (\$5.00) per Dth for such quantity.

c. For that quantity of Unauthorized Overrun Gas taken in excess of one hundred five percent (105%) of the Daily Authorized Quantity for such day, an amount equal to ten dollars (\$10.00) per Dth for such quantity.