

4. RATE SCHEDULE TI - INTERRUPTIBLE THROUGHPUT SERVICE

A. Availability

This Rate Schedule is available for transportation of natural gas pursuant to an Interruptible Throughput Service by Northern Natural Gas Company ("Northern") under the following terms and conditions:

1. Shipper has executed an Interruptible Throughput Service Agreement ("TI Agreement") of the form contained in Northern's FERC Gas Tariff;
2. the throughput service shall be subject to all of the terms and conditions contained in this Rate Schedule and the GENERAL TERMS AND CONDITIONS of this Tariff; and
3. the transportation of natural gas under the throughput service shall be on an interruptible basis.

B. Applicability and Character of Service

Subject to the provisions of Rate Schedule TI and the GENERAL TERMS AND CONDITIONS of this Tariff, service rendered under a TI Agreement shall be on an interruptible basis and for a transportation quantity up to the Maximum Daily Quantity ("MDQ"). MDQ is the volume of natural gas specified in the TI Agreement that may be transported on a daily basis from any valid Point(s) of Receipt to any valid Point(s) of Delivery on Northern's traditional systems, as applicable. Northern shall have the right to interrupt or curtail service under this Rate Schedule TI (1) if there is insufficient capacity, (2) if the available capacity is reduced as a result of a force majeure event as defined in Section 10, "Force Majeure" of the GENERAL TERMS AND CONDITIONS of this Tariff, in accordance with Section 19, "Limitation of Northern's Obligation to Provide Firm Services" of the GENERAL TERMS AND CONDITIONS of this Tariff, or (3) or as a result of any operational consideration reasonably determined by Northern. Service by Northern hereunder is conditioned upon Northern's availability of capacity sufficient to provide the service hereunder without detriment or disadvantage to Northern's present and future firm customers and Shippers and shall be subject to the operating and system requirements of Northern as reasonably determined by Northern.

C. Offering of TI Service

To initiate service under this Rate Schedule TI, a valid request must be submitted in accordance with Section 26, "Requests for Service" and Section 27, "Information Required for a Request for Service," of the GENERAL TERMS AND CONDITIONS of this Tariff.

D. Term of TI Agreement

The TI Agreement must be executed by Shipper prior to commencement of service.

The term of service shall be set forth in the TI Agreement. If no service is rendered under a TI Agreement for a one (1) year period, such TI Agreement shall be terminated by Northern, unless otherwise mutually agreed.

E. Overrun

Overrun Volumes. Northern agrees to transport volumes in excess of the MDQ ("Overrun Volumes") on an interruptible basis for Shipper in accordance with the terms and conditions of this Rate Schedule and the GENERAL TERMS AND CONDITIONS of this Tariff, provided that sufficient capacity exists to transport such Overrun Volumes.

F. Rates And Charges

The monthly billing for TI Throughput Service(s) shall be the sum of:

1. Throughput Commodity Charge

The total units of TI volumes scheduled during the respective month multiplied by the Commodity Rate for each TI unit transported as shown in Part 4, Section 4 of this Tariff.

2. Overrun and Out-of-Balance Charges

a. Overrun Charge. For Overrun Volumes transported, the monthly billing shall be the sum of said overrun units transported multiplied by the daily Overrun Rate shown in Part 4, Section 11.

b. Out-of Balance Charge. The monthly billing shall be the total units of Out-of-Balance Volumes transported to a delivery point(s) during the respective month multiplied by the Out-of-Balance Rate as shown in Part 4, Section 4 of this Tariff, as applicable.

Unless otherwise mutually agreed to by Northern and Shipper, all rates for service under 1 and 2 above of this Rate Schedule shall be within the minimum and maximum levels shown in Part 4, Sections 4 and 11, respectively. The rate(s) Shipper shall pay will be set forth in Shipper's Service Agreement, or otherwise agreed to in writing. Northern will provide similar rates to similarly situated Shippers upon request.

3. Other rates and charges for service under this Rate Schedule shall include each of the following:

a. A.C.A. Charge

Shipper shall pay the applicable Annual Charge Adjustment ("A.C.A.") pursuant to Section 36 of the GENERAL TERMS AND CONDITIONS of this Tariff for volumes transported for Shipper.

b. Fuel

This Subpart F.3.b., "Fuel," shall apply to all throughput.

In addition to the daily quantities delivered, prior to the beginning of each calendar month Shipper shall elect to either:

- i. provide the appropriate Fuel; or
- ii. purchase the appropriate Fuel from Northern.

The scheduling priority for Fuel shall be the same priority as the respective volumes scheduled to flow. The overall Fuel and UAF Fuel percentages are set forth in Part 4, Section 10, and detailed by receipt-to-delivery MID path in Part 4, Section 10 of this Tariff.

A Shipper's Fuel and UAF is determined by multiplying the volumes at the receipt point by the applicable receipt-to-delivery MID path rate as shown in Part 4, Section 10.

Electric Compression

In addition, Shipper shall pay the applicable Market Area and Field Area Electric Compression commodity rate, as shown in Part 4, Section 10 of this Tariff, pursuant to Section 53B of the GENERAL TERMS AND CONDITIONS of this Tariff.

c. Daily Delivery Variance Charge (DDVC)

Shipper shall pay the applicable Daily Delivery Variance Charges pursuant to Section 48 of the GENERAL TERMS AND CONDITIONS of this Tariff.

d. Fees

Upon billing by Northern and in a manner mutually agreed to, Shipper shall bear all fees imposed by governmental or regulatory bodies for any filings required in conjunction with service provided for Shipper.

e. Other

Any additional costs which may be properly billed in accordance with the provisions of this Rate Schedule and the GENERAL TERMS AND CONDITIONS of this Tariff.

G. General Terms and Conditions

The GENERAL TERMS AND CONDITIONS of this Tariff are hereby incorporated into and made a part of this Rate Schedule.