

8. RATE SCHEDULE IDD - INTERRUPTIBLE DEFERRED DELIVERY SERVICE

A. Availability

This Rate Schedule is available to any Shipper with an effective Interruptible Deferred Delivery Service Agreement (Service Agreement) with Northern in the form included in this Tariff prior to service commencing under this Rate Schedule.

Service under this Rate Schedule shall be available on a year-round basis. Shipper may request Northern on a daily basis to accept natural gas volumes delivered by Shipper under Rate Schedule TF, TFX or TI (injections) or to make volumes of natural gas available for transportation (withdrawals). Volumes accepted by Northern shall be held in an account for Shipper and shall be made available to Shipper subject to the terms of this Rate Schedule and as otherwise provided. Available IDD capacity will be posted on the website.

Shipper shall comply with the provisions of this Rate Schedule and the terms of its Service Agreement. Shipper shall pay the maximum rate for service herein as set forth in this Tariff unless a lower rate is established in the Service Agreement or confirmed by Northern in writing. The daily capacity available for service pursuant to this Rate Schedule shall be the Interruptible Deferred Quantity specified in Shipper's Service Agreement.

B. Applicability and Character of Service

Service under this Rate Schedule shall be interruptible up to Shipper's Interruptible Deferred Quantity as specified in Subpart C. of this Rate Schedule and set forth in Shipper's Service Agreement. This Rate Schedule shall provide Shipper the ability to have natural gas volumes delivered to or received from Northern on a deferred basis under a Firm or Interruptible Throughput Service Agreement.

Shipper electing to inject volumes may nominate a volume of natural gas up to its daily Interruptible Deferred Quantity. Upon acceptance of such nomination or portion thereof by Northern, Shipper shall deliver volumes released for Interruptible Deferred Delivery Service to Northern.

Shipper whose volumes are transported to this service and held in an account for subsequent transportation under Rate Schedule TF, TFX or TI shall specify any of the designated storage points listed on Northern's website as its injection and withdrawal storage point.

Volumes received by Northern from Shipper shall be considered transported by Northern pursuant to the upstream or downstream Firm or Interruptible Throughput Service Agreement to the deferred delivery point and held in an account for Shipper. A transportation charge shall be assessed.

Shipper electing to withdraw volumes shall be entitled to nominate a volume of natural gas up to its Interruptible Deferred Quantity. Upon acceptance of such nomination by Northern, Northern shall make available at the deferred delivery point the quantity of natural gas released for Interruptible Deferred Delivery Service. Shipper's volumes must be transported from Shipper's account under Rate Schedule TF, TFX or TI. The nomination under such Rate Schedule(s) shall specify the deferred delivery point as the receipt point in its nomination.

To the extent allowed by the parameters of the Shippers' IDD accounts, Shipper may, upon advising Northern, transfer its account balances (1) among different Shippers' IDD Accounts, and/or, (2) between its own IDD Accounts, with no additional injection or withdrawal fees, and no transportation fees provided that the Shippers' accounts are held at the same storage point. Transfer of account balances between storage points either on one account or multiple accounts, shall not be charged injection or withdrawal fees but will be charged the applicable transportation fees.

At any time during the term of an IDD Service Agreement, Northern and Shipper may agree to transfer any or all of Shipper's IDD account balance to a new PDD transaction. Shipper's transfer of any IDD account balance to a new PDD transaction shall be subject to (1) IDD injection or withdrawal fees, (2) the applicable PDD charges including injection and withdrawal fees and (3) any applicable transportation fees.

Deliveries to and receipts from Shipper's account under this Rate Schedule shall be subject to interruption as provided herein. Transportation service required to effectuate service shall be subject to all restrictions and conditions set forth in the Throughput Service Agreement and Throughput Rate Schedule.

C. Interruptible Deferred Quantity

The Interruptible Deferred Quantity (IDQ) shall be the maximum daily volume of natural gas specified in Shipper's IDD Service Agreement that Northern may accept for service under this Rate Schedule. Shipper shall not be permitted to exceed the IDQ established except as permitted below.

Authorized Overrun - On any day Shipper, or its Designee, may nominate volumes for service in excess of its IDQ.

D. Interruption of Service

Service under this Rate Schedule shall be subject to interruption under the terms of the upstream or downstream Firm or Interruptible Throughput Service Agreement with Northern. Any limitations imposed by such Rate Schedule shall have precedence over Shipper's rights to service herein.

Shippers shall nominate for injections and withdrawals pursuant to Subpart F. below. Northern shall schedule and allocate available IDD injection and withdrawal capacity based on price.

1. Northern may call an IDD inventory allocation when, in Northern's reasonable judgment, the aggregate level of increased IDD activity could jeopardize the ability of Northern to meet its firm storage requirements (an "IDD Inventory Allocation"). Northern may call a "Positive IDD Inventory Allocation" when its storage inventory is approaching levels that might jeopardize Northern's injection capacity for firm storage service. Northern may call a "Negative IDD Inventory Allocation" when its storage inventory is approaching levels that might jeopardize Northern's ability to provide withdrawals for firm storage service. During an IDD Inventory Allocation Period, as defined below, IDD Shippers shall be entitled to nominate, and Northern shall undertake to schedule in accordance with the GENERAL TERMS AND CONDITIONS of its Tariff, IDD service. Individual Shipper's allowable IDD balance (AIB) at the end of the IDD Inventory Allocation Period shall be equal to its balance when the IDD Inventory Allocation Period commenced, or a percentage of such balance as determined in Northern's discretion. No less than thirty (30) days prior to the end of an IDD Inventory Allocation Period, Northern shall post to its website whether the AIB is the balance when the Inventory Allocation Process commenced or a percentage thereof. During a Positive IDD Inventory Allocation, an IDD Shipper's balance at the end of the IDD Inventory Allocation Period may be less than its AIB. In addition, during a Positive IDD Inventory Allocation, an IDD Shipper may nominate for

injection to increase a negative account balance to zero. During a Negative IDD Inventory Allocation, an IDD Shipper's balance at the end of the IDD Inventory Allocation Period may be greater than its AIB. In addition, during a Negative IDD Inventory Allocation, the IDD Shipper may nominate for withdrawal to decrease a positive account balance to zero.

2. Northern will provide notice of an IDD Inventory Allocation at least twenty-four (24) hours prior to the timely nomination deadline for the Gas Day on which the IDD Inventory Allocation will commence, and such notice shall also state the Gas Day on which the IDD Inventory Allocation will end (such period between the commencement date and end date to be referred to as an "IDD Inventory Allocation Period"). Northern will post such notice on its website. Northern may extend the IDD Inventory Allocation by posting a revised notice of the extension on its website. Northern will also provide a grace period of one day for each day that an IDD Shipper's nomination in compliance with the IDD Inventory Allocation was unable to be scheduled by Northern during the last two weeks of such IDD Inventory Allocation Period.
3. In the event an IDD Shipper does not comply with an IDD Inventory Allocation in accordance with Subpart D.1., above, at the end of the IDD Inventory Allocation Period, when Northern has declared a Positive IDD Inventory Allocation, any positive balance remaining in Shipper's IDD Account in excess of the AIB, after any grace period provided above, if applicable, shall become the property of Northern at no cost to Northern, free and clear of any adverse claims. If Northern called a Negative IDD Inventory Allocation, then any negative balance remaining in Shipper's IDD Account less than the AIB, after the grace period provided above, if applicable, shall be invoiced to the Shipper at 150% of the Index Price as defined below in Subpart E.3.

In the event scheduled IDD volumes must be curtailed, such volumes shall be curtailed on the basis of price.

For the purposes of allocating capacity, Shippers willing to pay more than the maximum Tariff rate will be considered to be paying the maximum Tariff rate.

E. Offering of Service

1. To initiate service under this Rate Schedule IDD, 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.
2. Northern shall provide Shipper at least three (3) Business Days notice prior to termination of its IDD account that a balance remains in Shipper's IDD account. Shipper shall have fifteen (15) days from the date of termination to withdraw or inject quantities to bring its IDD account balance to zero. The fifteen (15) day period ("grace period") will be extended one (1) day for each day on which Shipper nominates gas to be injected or withdrawn but Northern is unable to schedule such nomination.
3. Any positive balance remaining in Shipper's IDD account after the grace period shall become the property of Northern at no cost to Northern, free and clear of any adverse claims. Any negative balance remaining in Shipper's IDD account after the grace period shall be invoiced to the Shipper at 150% of the Index Price, as defined below, for the day on which Shipper's IDD account terminated. The value of this gas shall be credited to Shippers in accordance with Section 57 of the GENERAL TERMS AND CONDITIONS of this Tariff.

The Index Price shall equal the average of the prices at Northern-Demarcation, Northern-Ventura, El Paso, Permian Basin, and Panhandle, Tx - Okla occurring on the contract termination date, as reported in "Gas Daily."

F. Nomination

Deliveries to Northern. Shipper shall nominate service under this Rate Schedule in accordance with Section 28, "Nominations," of the GENERAL TERMS AND CONDITIONS of this Tariff. A Shipper shall nominate gas to be received by Northern at the Point(s) of Receipt under a Throughput Service Agreement and transported under such Throughput Service Agreement to a deferred delivery point. The IDD volumes scheduled will be received by Northern, on an interruptible basis, at a deferred delivery point for Shipper's account.

Receipts from Northern. Shipper shall nominate to receive the IDD volumes from Northern in accordance with Section 28, "Nominations," of the GENERAL TERMS AND CONDITIONS of this Tariff. A Shipper shall nominate gas to be received from Northern under a Throughput Service Agreement at a designated deferred delivery point. The scheduled IDD volumes will be delivered by Northern, on an interruptible basis, to a Point of Delivery under the subject Throughput Service Agreement.

Additionally, the upstream and/or downstream contract information must be provided for a nomination to be valid.

G. Rates and Charges

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

1. Injection Charge

The Injection Charge per Dth set forth in Part 4, Section 6 shall apply to all quantities received for Shipper's account.

2. Withdrawal Charge

The Withdrawal Charge per Dth set forth in Part 4, Section 6 shall apply to all quantities delivered to Shipper.

3. Monthly Inventory Charge

The Monthly Inventory Charge per Dth is set forth in Part 4, Section 6 and shall apply to the absolute value of the inventory balances in Shipper's IDD Account for the month.

4. Annual Rollover Charge

The annual rollover charge per Dth is set forth in Part 4, Section 6 of this Tariff. Such charge shall apply to the balance held in Shipper's IDD account as of March 31st.

5. Flexibility

Unless otherwise mutually agreed to by Northern and Shipper, all rates for service herein shall be flexible within the minimum and maximum levels shown in Part 4, Section 6 of this Tariff. Northern shall have the right to charge the maximum rate at any time as a condition of new or continuation of service beyond the termination date set forth in Shipper's Service Agreement. Northern shall make all filings required by FERC regulation with respect to the rate(s).

6. Fees

Shipper, or its Designee, shall reimburse Northern upon billing for fees paid by Northern to governmental or regulatory bodies for any filings required in conjunction with service provided to Shipper.

H. Transportation Service Associated with Deferred Delivery Service

IDD quantities must be delivered to or redelivered from a deferred delivery point pursuant to a Throughput Service Agreement. Deliveries and redeliveries of the IDD quantities shall be subject to the rates, terms and conditions of the upstream or downstream Firm or Interruptible Throughput Service Agreement including transportation entitlements and capacity allocations.

A transportation rate and Fuel is charged both into and out of a Field Area storage point. Notwithstanding the above, to the extent a volume in the Market Area or Field Area is transported between a transportation point and its associated storage point, no transportation commodity rate or Fuel charges shall be assessed. A transportation commodity rate and Fuel is charged for delivery to the Ogden storage point. If redelivery from Ogden is to a Market Area point, there is no additional transportation commodity or Fuel charge. If the redelivery is to a Field Area point, the applicable Field Area mileage/MID transportation commodity rate and Fuel is charged. With the exception of Ogden, to the extent a volume is transported from a storage point to a transportation point other than its own associated transportation point then a transportation commodity rate and Fuel will be assessed.

In addition, there will be no transportation commodity rate or Fuel charges for volumes transported:

- (1) From a Market Area storage point to MID 17 pooling point.
- (2) From a Market Area Receipt Point to the MID 17 deferred delivery point (POI 71459).
- (3) Between the Ventura point (POI 192) and Ventura deferred delivery point (POI 71460).
- (4) From a Field Area storage point to a Field Area pooling point in the same MID.
- (5) From a Field Area Receipt Point to a Field Area MID storage point in the same MID.

When the Ogden deferred delivery point is used, the Shipper must use the same type of service (i.e., firm or interruptible) to transport to and from the deferred delivery point, unless agreed to otherwise by Northern on a non-discriminatory basis. However, in the event Shipper has used interruptible service into the IDD account, Shipper may utilize released capacity, under the terms and conditions of Section 47, Capacity Release, to transport quantities from the IDD account.

I. General Terms and Conditions

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