

RATE SCHEDULE FDD
Firm Deferred Delivery Service

Billing for FDD service will commence in accordance with Section 6 of this Rate Schedule.

Northern may file with and seek Commission approval under Section 4 of the Natural Gas Act to change any rates or charges set forth in this Rate Schedule from time to time, whenever in Northern's judgment such change is necessary to assure just and reasonable rates. Northern shall notify Shipper of such filing in accordance with Section 4(d) of the Natural Gas Act. Northern may collect such change in rates in accordance with Section 4(e) of the Natural Gas Act.

Transportation Service Associated with Storage Service

Deliveries and redeliveries of the FDD quantities shall be subject to the rates, terms and conditions of the upstream or downstream Firm or Interruptible Throughput Service Agreement.

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 Field Area mileage/MID transportation 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 fee 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 storage point is used, the Shipper must use the same type of service (i.e., firm or interruptible) to transport to and from the storage point, unless agreed to otherwise by Northern on a non-discriminatory basis. However, in the event Shipper has used interruptible service into the FDD account, Shipper may utilize released capacity, under the terms and conditions of Section 47, Capacity Release, to transport quantities from the FDD account.