

**CITY OF LAGRANGE
LARGE FIRM NATURAL GAS SERVICE
Revised July 1st, 2007**

AVAILABILITY:

Throughout the City's service area from existing lines of adequate capacity.

APPLICABILITY:

Applicable to any commercial user for any purpose exclusive of resale and for service at any one location through one metering point from lines of adequate capacity. Consumption must be in excess of 50,000 therms per year and contain a "non-seasonal" component in the opinion of the City.

MONTHLY RATE:

The monthly rate shall be the greater of the sum of the Base, Distribution, and Gas charges or the Minimum Bill.

Base Charge.....	\$400.00
Distribution Charge.....	\$0.26 per therm
Gas Charge.....	Described below

Minimum Monthly Charge: \$400.00

GAS CHARGE CALCULATION:

The monthly gas charge per therm shall be the sum of the following amounts at the time of billing:

1. The index price per Decatherm published in "Inside FERC's Gas Marketing Report" for Southern Natural Gas Company in Louisiana for the first day of the current billing month divided by 10. For customers that have contracted with the City for a specific price for the current month based on futures contracts, options, or other financial instruments, said price shall be used in lieu of the index price.
2. Southern Natural Gas Company's compressor fuel percentage for Zone 2 multiplied by the gas index price calculated above divided by 10.
3. A distribution loss charge equal to the sum of 1 and 2 above multiplied by 2%.

BTU ADJUSTMENT:

Gas volumes metered in hundreds of cubic feet shall be multiplied by the factor in the City's BTU Adjustment Schedule in order to determine the number of therms consumed for billing purposes. The measurement of gas volumes shall be adjusted to standard temperature and pressure.