**SECTION VII**

**PART 41 – FULL REQUIREMENTS COOPERATIVE TRANSPORTATION SERVICE (FRCTS)**

* 1. Character of Service

Service provided under this tariff is a firm service.

41.4 Delivery Charge

Company will charge the following maximum rates for all Retail Natural Gas Supplier-owned volumes delivered by Company to the Cooperative:

1) First 25 Mcf per account per month $0.9496 per Mcf

2) Over 25 Mcf per account per month $0.8777 per Mcf

The Company may bill less than maximum rate where competitive circumstances exist; however, the Company is under no obligation to negotiate rates. The minimum rate shall not be less than the variable cost of providing service hereunder plus some contribution to fixed costs. Unless otherwise agreed by Company and Cooperative, Customer shall pay the maximum rate for all volumes delivered hereunder.

41.5 Billing Adjustments

 For all gas delivered hereunder, the bill shall be computed to reflect the following billing adjustments as set forth in Section VII, Part 29 of this tariff:

 1) Gross Receipts Tax Rider;

 2) Excise Tax Rider; and

3) Infrastructure Development Rider

41.6 Late Payment Charge

If a bill payment is not received by the Company or by the Company’s authorized agent on or before payment date, an additional amount of 1.5% of the unpaid balance on the subsequent bill will come due as part of the Cooperative’s total obligation.