

**CITY OF LEXINGTON, NC
LEXINGTON UTILITIES**

EFFECTIVE JULY 1, 2006

**NATURAL GAS
LARGE INDUSTRIAL FIRM SALES RATE
SCHEDULE 6060**

APPLICABLE: To all industrial class of customers that have monthly usage of more than 75,000 dekatherms. This tariff and rate schedule will apply to all customers without a specific contract in place.

Effective July 1, 2000 and to be applied to monthly-billed customer billings rendered on and after July 1, 2000. Bi-monthly billed customer billings rendered on and after July 1, 2000 shall be prorated.

MONTHLY RATE:

| | |
|------------------|-----------------------------------|
| Demand Charge | |
| April – October | \$16.00 per dekatherm of capacity |
| November – March | \$18.00 per dekatherm of capacity |
| All Therms | \$.0650 per Therm |

Plus the applicable tariff commodity cost of gas currently in effect.

LATE PAYMENT CHARGE:

Unless bill is paid on or before 5 days after the due date as shown on bill, the account will be assessed late fees as outlined in the City's fee schedule.

SPECIAL PROVISIONS:

1. All rate and tariff schedules are subject to the City's stranded costs provisions. Effective July 1, 2000, customers that switch from firm sales service to any other service or schedule is subject to a stranded cost adjustment to their bill. This charge will be based upon, but not limited to, their usage characteristics, related supply requirements, related pipeline demand/reservation charges, stranded distribution investment and other related stranded costs created by the switching of service.
2. Customers must remain on this Tariff schedule for a period of no less than 12 months before switching tariffs or service unless it is determined by the City that the customer no longer qualifies for this service.

PURCHASED GAS ADJUSTMENT:

The charges specified in the monthly rate will be subject to a gas adjustment per therm for increases or decreases in the costs associated with purchased pipeline gas and storage or any gas used as a substitute for or supplemental to purchased pipeline gas.