

Payment:

On or before the 20th of each calendar month, Buyer shall pay Seller for deliveries of gas made during the preceding calendar month. Should the Buyer fail to pay all of the amount of any bill for gas delivered when such amount due, interest on the unpaid portion of a the bill shall accrue at the rate of nine (9) percent per annum from the due date until date of payment.

Rendition and Payment of Bill:

Bills shall be deemed rendered and other notices duly given when delivered to the Customer personally or when mailed to him at the premises supplied. Failure to receive the bill from the Company will not entitle the Customer to any delay in the settlement of each month's account. In the event there is a billing delay, as evidenced by the U.S. Postmark, the payment date will be extended by the amount of the delay. Payment by mail properly stamped, addressed and mailed on the last day of the payment period, as evidenced by the U.S. Postmark, will be deemed to be payment within such period.

11. Following Information Applicable to Transportation of Gas Service Only:

A. Increase in Rates and Charges:

The rates and charges for service under all Service Classifications, including gas cost adjustment and minimum charge, shall be increased to reflect the aggregate percentage rate of taxes imposed on the Company's gas revenues pursuant to Sections 186 and 186-a of the Tax Law, Section 20-b of the General City Law and Section 5-530 of the Village Law.

The rates and charges under applicable transportation Service Classification shall not be subject to the Factor of Adjustment.

In the event that the provision for transportation services to the customer requires the Company to engage the transportation or storage services of others, an amount reflecting the costs incurred by the Company will be added to this rate.

To the extent that the Customer consumes more gas than it has contracted for in the individual service agreement, the excess gas will be considered to be normal sales and will be billed in a manner consistent with such sales.

B. Quantities and Measurement:

The annual quantity of natural gas to be transported under this service classification shall be specified in individual service agreements with each customer hereunder designated as the "Annual Contract Quantity".