

LARGE RESIDENTIAL SERVICE RATE

APPLICABILITY

Applicable to a large residential customer or builder in a single dwelling, or in a dwelling unit of a multiple dwelling or residential apartment, for domestic purposes. A residential consumer includes an individually-metered residential unit or dwelling that is operated by a public housing agency acting as an administrator of public housing programs under the direction of the U.S. Department of Housing and Urban Development and builders prior to sale or re-sale of a property for domestic purposes.

TERRITORY

Environs of the West-North Service Area, which includes the unincorporated areas of Aledo, Andrews, Anthony, Barstow, Borger, Breckenridge, Bryson, Canutillo, Clint, Crane, Dell City, El Paso, Fabens, Graford, Graham, Horizon City, Hudson Oaks, Jacksboro, Jermyn, McCamey, Millsap, Mineral Wells, Monahans, Palo Pinto, Pecos, Perrin, Possum Kingdom, Punkin Center, Pyote, San Elizario, Skellytown, Socorro, Thorntonville, Vinton, Weatherford, Whitt, Wickett, Willow Park and Wink, Texas.

COST OF SERVICE RATE

During each monthly billing period:

|  |                                      |
|--|--------------------------------------|
| A customer charge per meter per month of | \$33.00 plus                         |
| Interim Rate Adjustment (IRA)            | <u>\$5.35 per month (Footnote 1)</u> |
| Total Customer Charge                    | \$38.35 per month                    |
|  |                                      |
| All Ccf per monthly billing period @     | \$0.01668 per Ccf                    |

The Company will initially assign each Customer to the rate schedule that is the most economical based on the annual normalized volume at the Customer’s service location for the prior twelve (12)-month period. An anticipated annual normalized usage level assessment will be conducted on each new service and for existing service that has less than twelve (12) months of service. The results of this assessment will decide the initial rate assignment:

|   |                                     |
|---|-------------------------------------|
| Annual Normalized Volume Less than 440 Ccf  | Small Residential, Rate Schedule 1Z |
| Annual Normalized Volume 440 Ccf or Greater | Large Residential, Rate Schedule 1Y |

The Company will allow customers to elect service on a different rate schedule, provided that the customer must remain on the alternative rate schedule for a period of no less than twelve (12) months. Rate Schedule changes will be effective with the Customer’s next scheduled bill.

OTHER ADJUSTMENTS

Cost of Gas Component: The basic rates for cost of service set forth above shall be increased by the amount of the Cost of Gas Component for the billing month computed in accordance with provisions of the Cost of Gas Clause, Rate Schedule 1-ENV.

**LARGE RESIDENTIAL SERVICE RATE (Continued)**

Pipeline Integrity Testing Rider: The billing shall reflect adjustments in accordance with provisions of the Pipeline Integrity Testing Rider, Rate Schedules PIT and PIT-Rider, if applicable.

Pipeline Safety and Regulatory Program Fees: The billing shall reflect adjustments in accordance with provisions of the Pipeline Safety and Regulatory Program Fees Rider, Rate Schedule PSF.

Rate Case Expense Surcharge Rider: The billing shall reflect adjustments in accordance with provisions of the Rate Case Expense Surcharge Rider, Rate Schedule RCE-ENV.

Taxes: Plus applicable taxes and fees related to above.

Weather Normalization Adjustment: The billing shall reflect adjustments in accordance with provisions of the Weather Normalization Adjustment Clause, Rate Schedule WNA.

Winter Storm Uri Surcharge Rider: The billing shall reflect adjustments in accordance with provisions of the Winter Storm Uri Surcharge Rider, Rate Schedule URI-Rider, if applicable.

**CONDITIONS**

Subject to all applicable laws and orders, and the Company's rules and regulations on file with the regulatory authority.

Footnote 1: 2022 IRA - \$1.63 (Case No. 00012849); 2023 IRA - \$1.91 (Case No. 00016546); 2024 IRA - \$1.81 (Case No. 00020234)