

SCHOOL AND MUNICIPAL RATE

APPLICABILITY

Applicable to school and municipal buildings.

TERRITORY

The incorporated areas of Borger and Skellytown, Texas.

COST OF SERVICE RATE

During each monthly billing period:

A customer charge per meter per month of Interim Rate Adjustments (IRA)	\$45.00 plus <u>\$ 6.27 per month (Footnote 1)</u>
Total Customer Charge	\$51.27 per month

All Ccf per monthly billing period @	
All Ccf @	\$0.37651 per Ccf

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 for the billing month computed in accordance with the provisions of Rate Schedule 1-INC.

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

Rate Schedule RCE: Adjustments in accordance with provisions of the Rate Case Expense Surcharge Rider.

Excess Deferred Income Taxes Rider: The billing shall reflect adjustments in accordance with provisions of the Excess Deferred Income Taxes Rider, Rate Schedule EDIT Rider.

Taxes: Plus applicable taxes and fees (including franchise fees) related to above.

CONDITIONS

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

Footnote 1: 2018 IRA - \$6.27 (Case No. 00004435)