

Kansas Gas Service, a Division of ONE Gas, Inc.

SCHEDULE AAGS

All Rate Areas

Replacing Sheets 1-3, In Part

No supplement or separate understanding shall modify the tariff as shown herein.

Sheet 1 of 2

As-Available Gas Sales Service

Available

At points designated by a customer and accepted by Company.

Applicable

Upon election of a customer and acceptance by Company, this rate is applicable to contract natural gas sales service supplied to customers with a maximum daily quantity (MDQ) for sales gas hereunder equal to or in excess of 5,000 MMBtu per day and which otherwise meet the qualifications of this rate schedule.

As-Available Gas Sales Service is not available to a customer who has purchased natural gas under one of Company's other rate schedules during the preceding 12 months or who, in the event of a curtailment of service hereunder, would seek natural gas sales service from Company under an alternative rate schedule.

Rates

The rates for service hereunder shall be negotiated between a customer and Company.

Cost of Gas Offsets

Service under this schedule is not subject to Company's Cost of Gas Rider (COGR); however, with respect to the revenue collected under this schedule, certain amounts shall be used to reduce the cost of purchased gas and purchased transportation services for Company's other customers taking sales service who are subject to the COGR. Such amounts shall be the sum of:

- (a) 100% of the incremental cost of transportation services purchased by Company to deliver the as-available sales gas hereunder,
- (b) 100% of the incremental cost of gas purchased by Company for resale to AAGS customers,
- (c) 90% of all revenues collected from customers hereunder after excluding items (a) and (b) above.

The incremental cost of transportation services purchased by Company to deliver the as-available sales gas shall be the cost of transportation services which, except for this as-available sales service, would not have been purchased by Company to supply customers subject to Company's COGR.

The incremental cost of gas, including the cost of the associated fuel use, purchased by Company for resale to a customer shall be the cost of gas which, except for this as-available sales service, would not have been purchased by Company to supply customers subject to Company's COGR.

The revenues collected from customers pursuant to this schedule, less amounts used for COGR offsets as described above, shall remain with Company without further obligation to refund or credit, in any form, such revenue to its customers.

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Effective:	January 1, 2017	
By:	/S/ David N. Dittimore, Director – Regulatory Affairs	

As-Available Gas Sales Service

Definitions and Conditions

1. Unless otherwise agreed by Company and a customer, the customer shall be required to nominate its requirements for as-available gas service for each day of a billing month at least 5 business days prior to the beginning of the billing month. The customer may revise any daily nomination prior to 48 hours before the subject day begins. Unless Company otherwise notifies the customer at least 36 hours before the beginning of a day, the customer's nomination for that day shall be accepted subject to any curtailment orders that Company may later issue.
2. A customer shall make all reasonable efforts to take gas at a uniform rate each day equal to the nomination authorized for that day. Unless otherwise agreed by Company, the failure of the customer on any day to take an amount of gas equal to the nomination in effect for that day shall subject the customer to interruption or cancellation of service and penalties of \$25.00 per MMBtu for each MMBtu above or below the nomination, plus any costs incurred by Company because of the customer's failure to purchase the amount of gas authorized by Company.
3. Deliveries of as-available sales gas hereunder may be curtailed at any time Company determines it has insufficient volumes of such gas to sell or has insufficient capacity to transport such gas. Company may also curtail or otherwise deny service hereunder at any time Company determines that the purchase and delivery of as-available gas is uneconomic or impedes its system planning or operations in any manner. In the event of a curtailment, the customer shall immediately conform its purchase of as-available gas to the level specified by Company. Company shall provide as much advance notice of curtailment to the customer as practicable. The customer shall be liable for any demand charge, standby charge, reservation charge, overrun penalty or any other charge or penalty attributable to the customer's failure to conform its purchase to the level specified by Company as such charges or penalties may be billed to Company by Company's gas supplier(s) and/or transporter(s). In addition, the customer shall be subject to a penalty of \$25.00 per MMBtu for each MMBtu taken in excess of the authorized amount during curtailment.
4. Company shall be bound to sell as-available natural gas hereunder only to the extent it agrees to do so and shall not be liable for loss or damage to a customer in the event of a refusal to make such sales, or for any curtailment of such sales.
5. Service hereunder is further subject to Company's General Terms and Conditions for Gas Service (GT&C) as approved by the Commission. In the event of conflict between this rate schedule and Company's GT&C, this rate schedule shall control.

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