

Southern Natural Gas Company, L.L.C.

Rates

Effective January 1, 2019

I. TRANSPORTATION RATES

FT & FTNN Reservation Charges ("RC") (per Dth of Transportation Demand per Month)

	<u>Zone 0</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
Reservation Charge	\$5.03	\$5.68	\$8.50	\$11.26
2016 Expansion RC				\$13.03

FT & FTNN Transportation Charges¹ (per Dth per Day)

<u>Receipt Zone</u>	<u>Delivery Zone</u>			
	<u>Zone 0</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
Zone 0	3.8¢	4.2¢	5.3¢	6.0¢
Zone 1	3.8¢	2.7¢	4.0¢	4.7¢
Zone 2	3.8¢	2.7¢	3.6¢	4.4¢
Zone 3	3.8¢	2.7¢	3.6¢	3.2¢

FT & FTNN Small Shipper (SS) Charges² (per Dth per Day)

	<u>Zone 0</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
Small Shipper Charge	42.2¢	47.9¢	63.6¢	84.4¢

Interruptible Transportation Charges (per Dth per Day)

<u>Receipt Zone</u>	<u>Delivery Zone</u>			
	<u>Zone 0</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
Zone 0	21.1¢	23.7¢	34.7¢	44.7¢
Zone 1	21.1¢	10.3¢	21.3¢	31.5¢
Zone 2	21.1¢	10.3¢	18.9¢	29.1¢
Zone 3	21.1¢	10.3¢	18.9¢	17.7¢

Volumetric Surcharges (per Dth per Day):

	<u>All Zones</u>
ACA surcharge ³	\$0.0013
SCRM surcharge ⁴	(\$0.0011)

Transportation Fuel Retention⁵ –

FT & FTNN (including Small Shipper firm), & IT

	<u>Zone 0</u>	<u>Zone 1</u>	<u>Zone 2</u>	<u>Zone 3</u>
Fuel Retention	1.78%	1.78%	2.72%	3.31%
Intrazone fuel	1.78%	0.57%	0.57%	0.57%
Backhaul fuel	0.16%	0.16%	0.16%	0.16%

Note: For seamless service using a PIN on EEC, Shippers also pay EEC fuel (North to South = 0.98%; South to North = 0.11%), in addition to the applicable SNG fuel. EEC fuel rates are updated each June, or at other times as needed.

II. PARK AND LOAN RATES

Maximum Daily Rate:	\$0.5108 per Dth per Day
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Please call your Account Manager if you have any questions or the On-Call Account Manager at 1-800-315-0575.

III. STORAGE RATES

CSS Monthly Reservation Charges (per Dth per Month)

Deliverability Charge	\$1.309 times MDWQ
SS Deliv Charge	\$0.491 times MDWQ
Capacity Charge	\$0.0257 times MSQ

CSS Volumetric Charges (per Dth) and Fuel⁶

Injection Charge:	0.94¢	Injection Fuel:	0.75%
Withdrawal Charge	0.94¢	Withdrawal Fuel:	0.75%

ISS Charges (per Dth) and Fuel⁶

Average Daily Balance Charge:	\$0.0775/Dth (based on average daily storage inventory during month)		
Injection Charge:	0.94¢	Injection Fuel:	0.75%
Withdrawal Charge:	0.94¢	Withdrawal Fuel:	0.75%

NOTES:

- Transportation Charges are calculated based on zone of receipt to zone of delivery based on the Dth delivered per day, whether forward haul or backhaul. Deliveries to the Storage PIN are deemed a Zone 0 delivery and receipts from the Storage PIN are deemed a Zone 1 receipt.
- Small Shipper Charges for FT or FTNN service are volumetric charges billed on each Dth delivered based on the zone of the Delivery PIN (in lieu of a monthly Reservation Charge and daily Transportation Charge). The Small Shipper Charge is not assessed on deliveries to the Storage PIN. The ACA surcharge, SCRM surcharge, and fuel apply.
- ACA surcharge is billed for each Dth delivered per day on an FT, FTNN or IT agreement, except it is not charged on deliveries to the Storage PIN or Pool PINs. ACA is revised annually to be effective October 1.
- SCRM surcharge is billed (or credited if a negative surcharge) for each Dth delivered per day on an FT, FTNN or IT agreement, except it is not charged on deliveries to the Storage PIN or Pool PINs. For Supply Pool Balancing Agreements and FTP agreements, the SCRM surcharge is billed on receipts, except it is not charged on receipts from the Storage PIN or Pool PINs. SCRM is filed annually to be effective January 1.
- Fuel is retained on transportation to storage at Zone 0 fuel, and on transportation from storage based on the zone of delivery fuel rate minus the zone 0 fuel rate, but not less than 0%. Transportation fuel is filed semi-annually to be effective April 1 and October 1.
- Storage fuel is collected on net Dth withdrawn and injected each day. Storage fuel is filed annually to be effective April 1.