

**NEW MEXICO GAS COMPANY**  
**SECOND REVISED RATE NO. 741**  
**CANCELLING FIRST REVISED RATE NO. 741**

**Transportation to City of Farmington - Animas and Bluffview Power Plants**  
(x)

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AVAILABILITY

Service under this Rate is available for transportation service to the City of Farmington - Animas River and Bluffview Power Plants.

TERRITORY

City of Farmington - Animas and Bluffview Power Plants, Farmington, New Mexico.

RATES

The following Rates shall apply for all volumes transported:

1. \$0.25/MMBtu;
2. Firm Volume Commitment: 10,500 MMBtu/day or 3,832,500 MMBtu/year 3,843,000 MMBtu/leap year);
3. Annual Reservation (Demand) Charge: \$958,125/year (\$960,750/leap year);
4. The Rates for transportation shall consist of the Annual Reservation (Demand) Charge and, if applicable, a volumetric throughput charge. The Annual Reservation (Demand) Charge shall be the daily Firm Volume Commitment (10.500 MMBtu/day) times the number of days in the year 3,832,500 MMBtu/year except for leap years) times the Rate (\$0.25/MMBtu or \$958,125/year except for leap years). The Rate of \$0.25/MMBtu shall only be applicable for all volumes transported above the applicable annual Firm Volume Commitment and
5. These Rates shall apply for the term of January 1, 2021 to December 31, 2025.

/s/ Robert Lane  
Robert Lane  
Director Rates and Regulatory Affairs

NMGCO#4099573v3

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CURTAILABILITY

Service under these Rates may be curtailed to protect service to higher priority customers in accordance with the Company's Rule No. 21.

OTHER CONDITIONS

1. Service under these Rates shall be subject to all applicable laws and orders and to the Company's Rules and Regulations on file with the New Mexico Public Regulation Commission. Service under this Rate shall only be subject to, including Form No. 38 and the terms and conditions specified in the Transportation Agreement.
2. Pursuant to the Rates set forth above, the Company shall transport gas received from owner at the receipt point and deliver equivalent quantities of gas on a MMBtu basis less a quantity of gas equal to 0.45% for all volumes transported. Such reduction in gas quantity shall be deemed to reflect gas lost and unaccounted for.
3. Service under these Rates shall be subject to the Transportation Agreement between the Company and the City of Farmington (TRN30021), effective for service on January 1, 2021 and fully executed on December 23, 2020.

/s/ Robert Lane  
Robert Lane  
Director Rates and Regulatory Affairs