

## **NATIONAL GRID**

### **TRANSITIONAL SALES SERVICE (TSS)**

Section 5, Schedule H of the Company's tariff (RIPUC NG-Gas No. 101) provides that Transitional Sales Service (TSS) is provided by the Company to Customers switching from supplier service to firm sales service. TSS is available to customers (a) who terminate a supplier service, (b) who receive a termination notice from a designated supplier, or (c) for whom a designated supplier becomes ineligible to serve the customer. All customers transferring to firm sales service from either FT-1 service or FT-2 service are be subject to the provisions of the TSS rate schedule in addition to the provisions of the Company's applicable firm sales service rate schedules.

For each customer who transfers to firm sales service from FT-1 service, TSS will be applicable to all firm sales service provided to the customer through the first April 30th after the customer starts taking firm sales service or until the customer enters into a contractual commitment with the Company to take firm sales service continuously for a period of not less than one year. For each customer transferring to firm sales service from FT- 2 service, TSS will be applicable to all firm sales service provided to the Customer through the end of the customer's first billing cycle subsequent to the first April 30th after the customer starts taking firm sales service or until the customer enters into a contractual commitment with the Company to take firm sales service continuously for a period of not less than one year.

The TSS tariff formalizes an approach and methodology for calculating and charging the migrating customers' market based gas prices at the time gas is consumed rather than using prices for natural gas previously purchased over an extended period of time on behalf of sales customers. Each month, the market based price is compared with the price of the Company's previously committed purchases and any applicable surcharge is posted to the Company's website.