Columbia Gas Transmission, LLC FERC NGA Gas Tariff Baseline Tariffs Proposed Effective Date: April 1, 2022 Service Agreement No. 78195 - City of Richmond Option Code A

Service Agreement No. 78195 Revision No. 7

FSS SERVICE AGREEMENT

THIS AGREEMENT is made and entered into this 7 day of February, 2022, by and between COLUMBIA GAS TRANSMISSION, LLC ("Transporter") and CITY OF RICHMOND, VIRGINIA ("Shipper").

WITNESSETH: That in consideration of the mutual covenants herein contained, the parties hereto agree as follows:

Section 1. <u>Service to be Rendered</u>. Transporter shall perform and Shipper shall receive service in accordance with the provisions of the effective FSS Rate Schedule and applicable General Terms and Conditions of Transporter's FERC Gas Tariff, Fourth Revised Volume No.1 ("Tariff"), on file with the Federal Energy Regulatory Commission ("Commission"), as the same may be amended or superseded in accordance with the rules and regulations of the Commission. Transporter shall store quantities of gas for Shipper up to but not exceeding Shipper's Storage Contract Quantity as specified in Appendix A, as the same may be amended from time to time by agreement between Shipper and Transporter, or in accordance with the rules and regulations of the Commission.

Section 2. <u>Term.</u> Service under this Agreement shall commence as of April 1, 2022, and shall continue in full force and effect until March 31, 2027. Pre-granted abandonment shall apply upon termination of this Agreement, subject to any right of first refusal Shipper may have under the Commission's regulations and Transporter's Tariff.

Section 3. Rates. Shipper shall pay Transporter the charges and furnish the Retainage as described in the above-referenced Rate Schedule, unless otherwise agreed to by the parties in writing and specified as an amendment to this Service Agreement. Transporter may agree to discount its rate to Shipper below Transporter's maximum rate, but not less than Transporter's minimum rate. Such discounted rate may apply to: (a) specified quantities (contract demand or commodity quantities); (b) specified quantities above or below a certain level or all quantities if quantities exceed a certain level; (c) quantities during specified time periods; (d) quantities at specified points, locations, or other defined geographical areas; (e) that a specified discounted rate will apply in a specified relationship to the quantities actually transported (i.e., that the reservation charge will be adjusted in a specified relationship to quantities actually transported); (f) production and/or reserves committed by the Shipper; and (q) based on a formula including, but not limited to, published index prices for specific receipt and/or delivery points or other agreed-upon pricing points, provided that the resulting rate shall be no lower than the minimum nor higher than the maximum applicable rate set forth in the Tariff. In addition, the discount agreement may include a provision that if one rate component which was at or below the applicable maximum rate at the time the discount agreement was executed subsequently exceeds the applicable maximum rate due to a change in Transporter's maximum rate so that such rate component must be adjusted downward to equal the new applicable maximum rate, then other rate components may be adjusted upward to achieve the agreed overall rate, so long as none of the resulting rate components exceed the maximum rate applicable to that rate component. Such changes to rate components shall be applied prospectively, commencing with the date a Commission order accepts revised tariff sections. However, nothing contained herein shall be construed to alter a refund obligation under applicable law for any period during which rates, which had been charged under a discount agreement, exceeded rates which ultimately are found to be just and reasonable.

Section 4. <u>Notices</u>. Notices to Transporter under this Agreement shall be addressed to it at 700 Louisiana St., Suite 700, Houston, Texas 77002-2700, Attention: Customer Services and notices to Shipper shall be addressed to it at City of Richmond, Virginia, 400 Richmond Highway, Richmond, VA23224, Attention: Alfred Scott, until changed by either party by written notice.

Section 5. <u>Superseded Agreements</u>. This Service Agreement supersedes and cancels, as of the effective date hereof, the following Service Agreement(s): FSS No. 78195, Revision No. 6.

CITY OF RICHMOND, PRGINIA

By

Title

Date

February 7, 2022

COLUMBIA G DocuSigned by: _LC

By John Richardso

Title Director, Commercial East

Date February 9, 2022

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—bs JK

—ps JS

Revision No. 7

Appendix A to Service Agreement No. 78195 Under Rate Schedule FSS between Columbia Gas Transmission, LLC ("Transporter") and City of Richmond, Virginia ("Shipper")

Storage Contract Quantity

					
	Begin <u>Date</u>	End <u>Date</u>	Storage Contract <u>Quantity (Dth)</u>	Maximum Daily Storage <u>Quantity (Dth/day)</u>	
	April 1, 2022	March 31, 2027	2,473,266	41,913	
YesX No (Check applicable blank) Transporter and Shipper have mutually agreed to a Regulatory Restructuring Reduction Option pursuant to Section 42 of the General Terms and Conditions of Transporter's FERC Gas Tariff.					
Yes _X_ No (Check applicable blank) Shipper has a contractual right of first refusal equivalent to the right of first refusal set forth from time to time in Section 4 of the General Terms and Conditions of Transporter's FERC Gas Tariff.					
YesX No (Check applicable blank) This Service Agreement covers interim capacity sold pursuant to the provisions of General Terms and Conditions Section 4. Right of first refusal rights, if any, applicable to this interim capacity are limited as provided for in General Terms and Conditions Section 4.					
Yes _X_ No (Check applicable blank) This Service Agreement covers offsystem capacity sold pursuant to section 47 of the General Terms and Conditions. Right of first refusal rights, if any, applicable to this offsystem capacity are limited as provided for in General Terms and Conditions Section 47.					
CITY	CITY OF RICHMOND VIRGING COLUMBIA GAS TE Docusigned by:				
Ву	\ noul	WM X	Ву	John Richardson	Ds
Title	Director	U ·	Title	Director, Commercial East	JR
Date	. February	7, 2022	Date	February 9, 2022	. 🔍

ADDENDUM TO FSS SERVICE AGREEMENT NO. 78195, REVISION NO. 7

The City of Richmond (the "Shipper"), and Columbia Gas Transmission, LLC ("Transporter") are this day entering into the FSS Service Agreement No. 78195, Revision No. 7. This Addendum, duly executed by the parties, is attached to and hereby made a part of the FSS Service Agreement No. 78195, Revision No. 7. Together, this Addendum and FSS Service Agreement No. 78195, Revision No. 7 constitute the "Contract." The Contract is effective as of the date on which the Shipper's Director of Public Utilities signs this Addendum. The parties agree as follows:

- A. **Transporter Status.** The Transporter represents and warrants that it is a legal entity authorized to do in Virginia the business provided for in the Contract, and if the Transporter is not a United States-based entity, the Transporter maintains a registered agent and a certification of authority to do business in Virginia. In its performance under the Contract, the Transporter acts and will act as an independent contractor, and not as an agent or employee of the Shipper.
- B. Shipper Status and Shipper's Representations. The Shipper is a municipal corporation organized under the laws of the Commonwealth of Virginia. The Contract has been reviewed by staff of the Shipper. Its substantive terms are appropriate to the needs of the Shipper, and sufficient funds have been allocated for its performance by the Shipper. The Shipper has available funds in the amount of \$19,000,000 for its performance under this Contract. Shipper expressly affirms that Shipper's Director of Public Utilities has the authority to execute this Contract and bind Shipper to the terms contained herein.
- C. Exceptions to FSS Service Agreement No. 78195, Revision No. 7. The FSS Service Agreement No. 78195, Revision No. 7, with the exceptions noted herein, is acceptable to the Shipper. Nonetheless, because certain standard clauses in, or incorporated by reference into, the FSS Service Agreement No. 78195, Revision No. 7 cannot be accepted by the Shipper pursuant to the laws applicable to the Shipper, and in consideration of the convenience of using the FSS Service Agreement No. 78195, Revision No. 7, and this Addendum, without the necessity of specifically negotiating a separate contract document, the parties hereto specifically agree that, notwithstanding any provisions appearing in the attached FSS Service Agreement No. 78195, Revision No. 7, none of the following provisions shall have any effect or be enforceable against the Shipper:
 - 1. Requiring the Shipper to maintain any type of insurance either for the Shipper's benefit or for the Transporter's benefit;
 - 2. Requiring or stating that the terms of the FSS Service Agreement No. 78195, Revision No. 7 shall prevail over the terms of this Addendum in the event of conflict or otherwise;
 - 3. Requiring the Shipper to waive the Shipper's sovereign immunity beyond the extent permitted by applicable Virginia law;
 - 4. Requiring the application of the law of any state other than Virginia in interpreting

- or enforcing the Contract or requiring or permitting that any dispute under the Contract be resolved in any court other than the Circuit Court of the City of Richmond, Virginia;
- 5. Requiring that the Contract be "accepted" or endorsed by the home office or by any other officer subsequent to execution by the Shipper's Director of Public Utilities before the Contract is considered in effect:
- 6. Delaying the formation or effective date of the Contract beyond the date on which the Shipper's Director of Public Utilities signs this Addendum pursuant to the authority delegated pursuant to section 21-3(c) of the Code of the City of Richmond (2020) ("City Code"); provided, however, that service under the term extension contemplated by the Contract commences April 1, 2022;
- 7. Limiting or adding to the applicable statute of limitations within which claims can be made or actions can be brought;
- 8. Permitting unilateral modification of the Contract by the Transporter, or deeming the Shipper to agree to a modification of the Contract by means other than affirmatively signing a contract modification on paper; provided, however, a modification to the "Tariff" in accordance with the rules of the "Commission" contemplated by the FSS Service Agreement No. 78195, Revision No. 7 shall not constitute a "unilateral modification" for the purposes of this Addendum;
- 9. Binding the Shipper to any arbitration or to the decision of any arbitration board, commission, panel or other entity;
- 10. Granting the Transporter a security interest in property of the Shipper except as expressly provided for in Transporter's Tariff, a right to an injunction against the Shipper greater than authorized by Richmond City Charter § 2.08, or a right to any other form of equitable relief not authorized by the Constitution of Virginia or laws of the Commonwealth of Virginia;
- 11. Requiring the Shipper to keep confidential any records subject to disclosure under the Virginia Freedom of Information Act or with respect to which the Transporter has not complied with the requirements of Richmond City Code § 21-5 / Va. Code § 2.2-4342, with the exception of the proprietary and confidential information associated with Transporter's contracting system described in Section 2.7 of the General Terms and Conditions of Transporter's Tariff;
- 12. Limiting the Shipper's selection and approval of counsel and approval of any settlement in any claim arising under the Contract and in which the Shipper or any of its officers, employees, or agents is a named party;
- 13. Establishing a presumption of severe or irreparable harm to the Transporter by the actions or inactions of the Shipper or any officer, employee, or agent thereof; and

- 14. Granting any right or incurring any obligation that is beyond the duly granted authority of the undersigned Shipper representative to grant or incur on behalf of the Shipper, or requiring the Shipper to violate any applicable law or regulation.
- D. **Mandatory Contractual Provisions.** The Shipper and the Transporter agree that, because the Shipper is subject to certain public procurement requirements set forth in Chapter 21 of City Code, certain contract provisions mandated by that Chapter must be included as a part of the Contract. Accordingly, the mandatory provisions of City Code § 21-43(d) (i.e., the Shipper's obligation not to discriminate against faith-based organizations), City Code § 21-70 (i.e., non-discrimination requirements for contracts with a value above \$10,000), City Code § 21-167 (i.e., the procedure for filing claims), and City Code § 21-280 (i.e., prohibitions on kickbacks) are hereby incorporated by reference into the Contract.
- E. **Entire Agreement.** The Addendum and the FSS Service Agreement No. 78195, Revision No. 7 constitute the entire agreement between the parties and may not be waived or modified except by written agreement between the parties.

SIGNATURES ON FOLLOWING PAGE

IN WITNESS WHEREOF, the parties have caused the Contract to be duly executed as of the date on which this Addendum is signed by the Shipper's Director of Public Utilities, intending thereby to be legally bound.

For the Shipper:

For the Transporter:

DocuSigned by:

Printed Name: John Richardson

Title: _ Director, Commercial East

Date: February 9, 2022

Approved as to Form:

April Bingham

Director of Public Utilities

Date: February 7, 2022

Assistant City Attorney

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