

## PILOT - RENEWABLE NATURAL GAS (“RNG”) - VOLUNTARY OPTION

### Definitions

RNG - Renewable Natural Gas is the term used to describe pipeline-quality biogas produced from various biomass sources (such as landfills, wastewater treatment facilities, and anaerobic digesters) through a biochemical process that has been processed to purity standards and is interchangeable with conventional natural gas. The cost of RNG may also include the cost of carbon “Environmental Attributes” purchased and retired in association with the purchase of Renewable Natural Gas.

Environmental Attributes – Environmental Attributes represents any and all credits, benefits, emissions reductions, offsets, and allowances, howsoever entitled, attributable to the production and delivery of Renewable Natural Gas, including but not limited to: (1) any avoided emissions of pollutants to the air, soil or water such as sulfur oxides (SOx), nitrogen oxides (NOx), carbon monoxide (CO) and other pollutants; (2) any avoided emissions of carbon dioxide (CO2), methane (CH4) and other greenhouse gases; (3) displacement or avoidance of any amount of conventional gas or fossil energy generation resources; and (4) the reporting rights to these avoided emissions.

### Availability

Environmental Attributes related to RNG will be made available in Blocks on a voluntary, opt-in, basis to residential and small commercial/industrial gas sales customers served on Tariffs 101, 101-V, 102, 102-V, 200-SCI, and 200-SCI-V.

Each Block shall represent the Environmental Attributes associated with 0.25 Dekatherms of RNG.

### RNG Price

\$3.038 per Block.

RNG price shall represent the incremental cost of RNG and/or its related Environmental Attributes in excess of the cost of conventional natural gas recovered through the Company’s Purchased Gas Adjustment Clause (“PGA”). RNG charge will be separate from the “Customer Fuel Cost” as shown on customer bills.

<u>Rates Authorized By The Oklahoma Corporation Commission:</u>		
Effective November 21, 2023	Order No. 738565	Cause/Docket No. PUD 2022-000128

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November 22, 2023  
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of  
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The cost of conventional natural gas used in the calculation of the RNG price shall be the same as the cost of gas calculated for the Voluntary Fixed Price Program (“VFP”) Tariff 1001-V.

It is the Company’s intent to procure locally sourced physical RNG supply when available, but in the absence of physical RNG available to meet demand, credits for Environmental Attributes related to RNG may be purchased. In addition, the Company will give preference to credits associated with RNG produced locally. The incremental cost of these credits within the RNG Price shall be the full cost of the credit.

RNG price shall be updated annually effective with November billing. RNG price may be updated on an interim basis between annual updates through submission to the PUD Director.

**Subscription Level**

Customers may voluntarily opt-in, at any time, to purchase Blocks of Environmental Attributes associated with RNG each month up to a limit of 40 Blocks per month.

Once subscribed, customers must remain on this tariff rate for 12 months at the subscription level requested. At the Company’s sole discretion, the Company may permit early withdrawal for customers experiencing financial hardship or other extenuating circumstances affecting the customer’s ability to complete their 12-month commitment.

As more Renewable Natural Gas becomes available, Oklahoma Natural may, at its discretion, offer greater than 40 Blocks per month.

**Monthly Billing**

RNG charge will show as a separate line item on customer bills and will be in addition to all other applicable service charges, delivery fees, riders, customer fuel cost, fees, and taxes.

This Tariff’s Monthly Billing shall be applied to the customer’s billing regardless of actual energy consumption.

**Waiting List**

If at the time of subscription request a customer’s desired subscription level of RNG is greater than the amount available, then the customer may elect to be placed on a waiting list.

As RNG becomes available, customers will be moved from the waiting list into active subscriber status in the order that they are placed on the waiting list.

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