



PANHANDLE EASTERN PIPE LINE  
An ENERGY TRANSFER Company

February 24, 2026

Town of Lapel  
c/o Utility Gas Management  
P.O. Box 526  
Edwardsville, IL 62025  
Attn: Ron Ragan

Re: Continuation of Small Customer Transportation Agreement No. 11497

Dear Mr. Ragan:

The term of the above referenced agreement between Panhandle Eastern Pipe Line Company (“Panhandle”) and the Town of Lapel (“Shipper”) expires March 31, 2027. Pursuant to Section 7.1 and 7.2 of Panhandle’s FERC Gas Tariff, Third Revised Volume No. 1, Shipper may elect the Right of First Refusal procedure which means that the firm capacity under the subject agreement will be posted to the Panhandle electronic bulletin board for a 45 day period once notice of this election is received by Panhandle. During this 45 days, third parties can place bids with Panhandle on the capacity posted. However, the Shipper has the right to continue firm service by either 1) agreeing to pay the maximum applicable rate, or 2) matching the bid which has the greatest economic value if Panhandle agrees to a discounted bid.

If the Shipper desires to continue service but does not desire to go through the Right of First Refusal, Panhandle and Shipper can agree to extend the contract (minimum of 1 year extension) at the maximum tariff rate prior to Right of First Refusal notification. If shipper desires this alternative, please so indicate by signing and indicating the desired term length in the space provided below and returning this letter to Panhandle via email to [Lindy.Donoho@energytransfer.com](mailto:Lindy.Donoho@energytransfer.com) or fax to (713) 989-1178.

If the Shipper elects to exercise its Right of First Refusal for the subject contract, Panhandle must receive written notification by March 31, 2026. If Panhandle and Shipper agree to extend the contract prior to the notification date, this election will not be necessary. If you have any questions, please feel free to contact me at (713) 989-2416.

Very truly yours,

DocuSigned by:  
*Lindy Donoho*  
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Lindy Donoho  
Director – Contract Administration

Term extension length: \_\_\_\_\_ 3 years \_\_\_\_\_

By: \_\_\_\_\_

Title: \_\_\_\_\_