

Tolls, Tariff, Facilities & Procedures Committee

Resolution T2018-04: NGTL FT-D2 to FT-D1 Service Attributes – (“Resolution”).

Any uppercased term not defined herein will have the meaning set out in NGTL’s Gas Transportation Tariff.

Sponsor: NOVA Gas Transmission Ltd. (“NGTL” or “Company”)

Resolution

The Tolls, Tariff, Facilities and Procedures Committee (“TTFP”) agrees that notwithstanding Resolution T2006-03; FT-D Contract Transfers, the process set out in this Resolution shall apply to service transfers from FT-D Group 1 to FT-D Group 2 and FT-D Group 2 to FT-D Group 1 pursuant to Article 7 of Rate Schedule FT-D. The process below, applies to transfers of service between FT-D Group 1 and Group 2 Delivery Points only. FT-D Group 3 transfers shall continue to be subject to the process for transfers of service set out in Resolution T2006-03.

Below is the process for service transfers from FT-D Group 1 Delivery Points to FT-D Group 2 Delivery Points and from FT-D Group 2 Delivery Points to FT-D Group 1 Delivery Points, pursuant to Article 7 of the Rate Schedule FT-D:

1. FT-D Group 1 to FT-D Group 2 and FT-D Group 2 to FT-D Group 1 service transfer requests are available twice a month on the dates provided on the Company Website;
2. If the FT-D Group 1 or Group 2 service transfer requests exceed available capacity, requests will be prorated based on the total quantities requested to be transferred.
3. One-way FT-D Group 1 and Group 2 service transfer requests to a Group 1 or Group 2 Delivery Point can be requested by Customer to be effective:
 - (a) for the end-of-month transfer deadline, as early as the first day of the following month or up to 40 days after the end-of-month transfer deadline; and
 - (b) for the mid-month transfer deadline, as early as the 15th day of a month or up to 40 days after mid-month transfer deadline.
4. One-way FT-D Group 1 and Group 2 service transfers are not entitled to return to the original FT-D Group 1 or Group 2 Delivery Point. An additional FT-D Group 1 or Group 2 transfer would be required to return the service to the original locations.
5. Out and Back FT-D Group 1 and Group 2 service transfers to a Group 1 or Group 2 Delivery Point and back to the original Group 1 or Group 2 Delivery Point can be requested by Customer to be effective:
 - (a) for the end-of-month transfer deadline, as early as the first day of the following month or up to 39 days after the end-of-month transfer deadline; and

- (b) for the mid-month transfer deadline, as early as the 15th day of a month or up to 39 days after the mid-month transfer deadline.
6. For Out/Back Transfers the transfer back to the original Group 1 or Group 2 Delivery Point:
 - (a) can occur no sooner than one business day following the requested effective date of the out portion of the Out/Back Transfer; and
 - (b) must occur no later than 40 days following the mid-month or end of month transfer deadline date; and,
 - (c) must be submitted at the same time as the out transfer.

The effective date of the Resolution will be agreed upon at the TTFP meeting in July. This Resolution shall be effective on a trial basis for a 12-month period (“Trial Period”), and the Trial Period shall remain in effect on a temporary basis until sufficient data is available for an assessment.

The Trial Period will be reassessed at the end of 12 months from the effective date. Provided however, if at any time during the Trial Period NGTL determines in its sole discretion the changes effected by this Resolution may impact the operations or integrity of the NGTL System, NGTL may immediately terminate this Resolution. During the Trial Period, the TTFP will evaluate the use and effectiveness of changes resulting from this Resolution. Changes to, extension or suspension of this Resolution will be determined by the TTFP. If the TTFP does not reach consensus on the ongoing treatment of FT-D Group 1 and Group 2 service transfers beyond the Trial Period, the process set out in Resolution T2006-03 will apply to FT-D Group 1 to Group 2 and FT-D Group 2 to Group 1 service transfers pursuant to Article 7 of Rate Schedule FT-D.

Background

The TTFP adopted Issue ‘T2018-04: NGTL FT-D1 to FT-D2 and FT-D2 to FT-D1 Delivery Service Attributes’ on March 13, 2018 and agreed to enter into discussions regarding potential changes to firm transportation delivery service attributes and associated procedures. Subsequent to issue adoption, a Task Force of the TTFP was established and met on May 8 and June 20, 2018 where NGTL provided NGTL information and education on the delivery transfer process and the Task Force discussed the issue and reached a resolution.

Next Steps

- NGTL will issue notification of upcoming changes to all NGTL System shippers via NrG Bulletin;
- The Resolution will be posted on the Company Website;
- The description for NGTL System FT-D transfers currently available on the Company Website will be updated to reflect changes resulting from the Resolution;
- Implementation will occur during the Trial Period Resolution;
- NGTL assessment of Trial Period will be presented to TTFP before the end of the Trial Period