

TOLLS, TARIFF, FACILITIES & PROCEDURES COMMITTEE	
Resolution: T2025-01A: Extending Appendix D Discretion to Delivery Customers (Non-OBA Delivery Points)	Issue: T2025-01: Extending Appendix D Discretion to Delivery Customers
Date of Resolution Vote: 2025.10.28	Issue Adoption Date: 2025.03.18
Issue Sponsor: IGCAA – Industrial Gas Consumers Association of Alberta	

Resolution

Extending Appendix D Discretion to Delivery Customers – Pilot (at delivery points not having an Operating Balance Agreement¹ (“Non-OBA Delivery Points”))

The Tolls, Tariff, Facilities & Procedures Committee (TTFP) agrees to implement a pilot program as per the Resolution below.

Vote Result

Resolution – Majority Supported

Background

On March 18, 2025, the TTFP adopted issue “T2025-01: Extending Appendix D Discretion² to Delivery Customers” to review and discuss a proposal to extend daily Discretion to flows at delivery points (Storage would continue to be excluded³) to manage Customer's Inventory outside the Balanced Zone caused by variances in extrapolated flows and scheduled quantities occurring after 16:00 (Calgary clock time).

A Task Force of the TTFP was established to discuss the proposal of a pilot. Extensive collaboration took place over 7 months with the Task Force meeting four times. The last Task Force meeting occurred on October 8, 2025.

Currently, daily Discretion is available only to Receipt and Extraction Customers as outlined in subsection 5.1(i) and (ii) of Appendix "D" of the Tariff. This allows Receipt and Extraction Customers Discretion to manage their Inventory within an extended Balanced Zone equal to the difference between the estimated physical flow (based on extrapolation) at 16:00 and the finalized physical quantity at the end of such day. Flows at delivery points do not have this same daily Discretion when there is a change to extrapolated flows and scheduled quantities after 16:00.



For Discussion Purposes of the TTFP – Confidential Communication

¹As described in Section 9.3 of General Terms and Conditions of the Tariff

²As described in Section 5.0 of Appendix D of the Tariff

³Per Section 7.1 of Appendix D of the Tariff

Resolution

The TTFP agrees to implement a Pilot (“The Pilot”) to extend daily Discretion to flows at Non-OBA Delivery Points to manage Customer’s Inventory outside the Balanced Zone caused by variances in extrapolated flows occurring after 16:00 (Calgary clock time). The Pilot will start no sooner than January 14, 2026, and will be implemented on a Wednesday. NGTL GP Ltd., as a general partner on behalf of NGTL Limited Partnership (collectively “NGTL”) will provide at least 2 weeks’ advance notice of the start date via customer bulletin. The Pilot is designed to run for 2 calendar years following the Pilot start date but will expire after 14 months unless extended through the Pilot Review process (“Pilot Review”) or terminated in accordance with the Offramp process or at NGTL’s sole discretion as described below.

Pilot Review:

During the Pilot only, NGTL will share monthly performance data showing daily net receipt and delivery Discretion granted with the TTFP. The TTFP will review this data at the regularly scheduled TTFP meeting nearest to one calendar year of Pilot implementation, along with any operational observations from NGTL and feedback from customers to evaluate the Pilot’s performance. A vote on extending the Pilot will occur no later than 14 months after Pilot implementation. If extended, the Pilot would be extended for an additional 10 months (“Pilot End Date”). Prior to the Pilot End Date, the TTFP will review Pilot performance and determine next steps, including potential ongoing implementation through a Tariff change.

Early Termination of the Pilot:

If, at any time, NGTL determines in its sole discretion that the changes effected by this Resolution have caused, or may lead to, unintended negative consequences, NGTL may immediately terminate some or all of the Pilot. If, at any time, a TTFP Member takes issue with the changes effected by this Resolution, the TTFP Member may engage the Pilot offramp process (“Offramp”). The Offramp provides that the Resolution may be superseded by a new Issue Statement and Resolution to test whether the Pilot should continue. The Offramp was designed to address unique commercial concerns expressed during the Task Force and will not set a precedent for future pilots.

Offramp:

1. Should any TTFP Member take issue with the continuation of the Pilot, they may bring forward an Issue Statement to test if the Pilot should continue.
2. NGTL will post a notice and hold a vote within 10 business days from the date the voting package is accepted by the TTFP Chairperson. The voting package will include the Issue Statement and Resolution document. No votes shall occur between December 15-January 15 (“Blackout Period”) to avoid holiday conflicts and the Blackout Period will not be considered as business days.
3. If the Issue Statement is adopted in accordance with TTFP Procedures, the TTFP would immediately vote on a Resolution to continue the Pilot. The Resolution will specify that a non-resolution voting outcome will lead to the termination of the Pilot. If a Resolution is achieved, the Pilot will continue.



This Offramp does not preclude any Member from raising a separate Issue Statement, using the established TTFP process for doing so, to discuss other changes to the Pilot beyond termination.

Next Steps

The Pilot will commence following the development of an associated Pilot procedure and completion of required changes to NGTL's computer system. NGTL estimates that it requires approximately 3 months to implement these changes.