

## **Tolls, Tariff, Facilities & Procedures Committee**

Resolution T2015-01: NGTL Delivery Service Attributes – Sub-issue 2.1 (“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 the process set out in this Resolution shall apply to FT-D Group 2 service transfers pursuant to Article 7 of Rate Schedule FT-D. The process below, applies to transfers of service between FT-D Group 2 Delivery Points only. FT-D Group 1 and Group 3 transfers shall continue to be subject to the process for transfers of service set out in Resolution T2006-03.

The process for FT-D Group 2 service transfers between Group 2 Delivery Points pursuant to Article 7 of the Rate Schedule FT-D is as follows:

1. FT-D Group 2 service transfer requests are available twice a month on the dates provided on the Company Website;
2. One-way FT-D Group 2 service transfer requests to a 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 15<sup>th</sup> day of a month or up to 40 days after mid-month transfer deadline.
3. FT-D Group 2 service transfers to a Group 2 Delivery Point and back to the original Group 2 Delivery Point (“Out/Back Transfers”) 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 15<sup>th</sup> day of a month or up to 39 days after the mid-month transfer deadline.
4. For Out/Back Transfers the transfer back to the original 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.
5. One-way FT-D Group 2 service transfers are not entitled to return to the original FT-D Group 2 Delivery Point. An additional FT-D group 2 transfer would be required to return the transfer to the original location.
6. If the FT-D Group 2 service transfer requests exceed available capacity, requests will be prorated based on the total quantities requested to be transferred.

This Resolution shall be effective on a trial basis for the period of July 1, 2015 through December 31, 2015 (“Trial Period”), and the Trial Period shall remain in effect on a temporary basis until March 31, 2016 for an assessment period (the “Assessment Period”). Provided however, if at any time during the Trial Period or the Assessment 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 Assessment 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 2 service transfers beyond the Trial Period by March 31, 2016, the process set out in Resolution T2006-03 will apply effective April 1, 2016 to FT-D Group 2 service transfers pursuant to Article 7 of Rate Schedule FT-D.

## **Background**

The TTFP adopted Issue ‘T2015-01: NGTL Delivery Service Attributes’ on January 20, 2015 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 met on February 10, February 19, February 26, April 14 and April 30, 2015 to discuss resolution of the issue and sub-issues.

Specific to sub-issue 2.1, the TTFP provided NGTL with further information related to problem definition for sub-issue 2.1 which has been summarized below.

- Increasing frequency may be useful; however, creating greater flexibility in the transfer process should be the focus (frequency, duration, lead time).
- Transfer flexibility is most needed during unplanned events.
- When there is no restriction or constraint, increasing transfer frequency may be “nice to have” but is not a “need to have”.
- Focus should be on solution with maximum benefit and provided through minimal change.

NGTL assessed limitations associated with the current process to approve/deny transfers and identified that lead time could not be expedited, focus was then aligned to provide flexibility through duration and frequency.

## **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;
- The first opportunity to submit transfers subject to this Resolution will be June 25, 2015; and
- NGTL assessment of Trial Period will be presented to TTFP before March 31, 2016.