

Tennessee Gas Pipeline Company, L.L.C.

a Kinder Morgan company

Segmentation Through Nominations and MDQ Utilization



Agenda

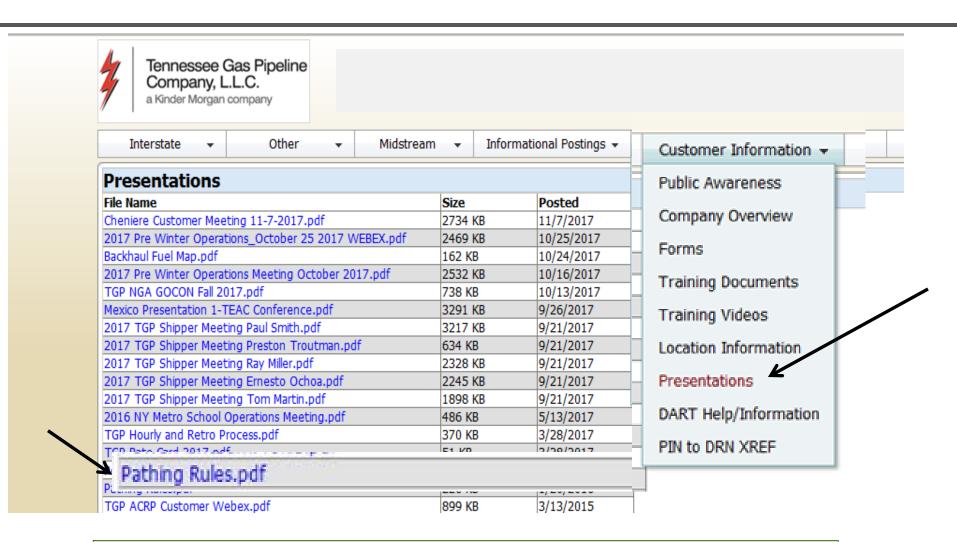
- Pathing
- Segmenting with Nominations
 - Single contracts
 - Family of Contracts (FOC)
- Potential Validations and Errors
- Notices needed for Segmenting and Family of Contracts
- MDQ Utilization Screens and Features
- Important Notes
- Q&A



Pathing - Basics

- Locations on contract determine transportation paths
- Paths are the same whether nomination is receipt to delivery or delivery to receipt
- Pathing rules may be different for Exceptional contracts (ex. NSE, Connexion, etc.)
- Pathing Rules can be found on TGP homepage under presentations

Pathing — Pathing Rules

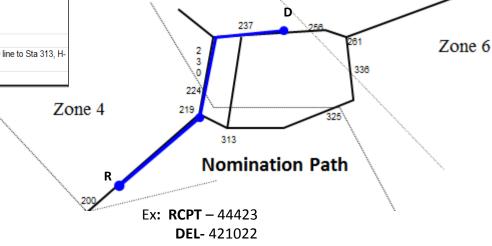


Found on TGP homepage under Customer Information/Presentations/Pathing Rules

Pathing - Example

From/To	<u>To/From</u>	Note: Contractual and Physical path are the same unless noted
Any point upstream of Sta	Zone 4, and 5 – 200 line points downstream of Sta 219 and upstream of 237	200 line to point
219	Zone 5 and 6 – 200 line points	200 line to point
	downstream of 237 300 line points in zones 4 and 5	200 line to Sta 219, 300 line to point
	300 line points in zone 6	200 line to Sta 219, 300 line to point
	Zone 4 or 5 storage/H-C line points	200 line to Sta 219, 300 line to Sta 313, H- C line to point

example is 'normal' pathing that does not apply to contracts with exception pathing such as the NSE contracts.



Note: Path is same between two points whether its forward or back haul

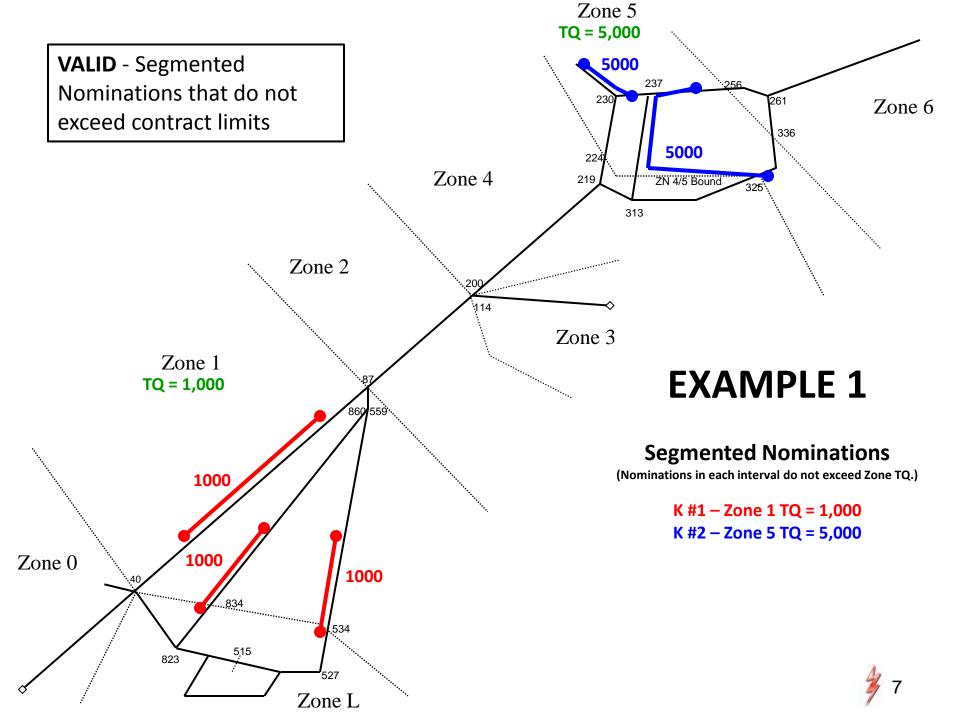


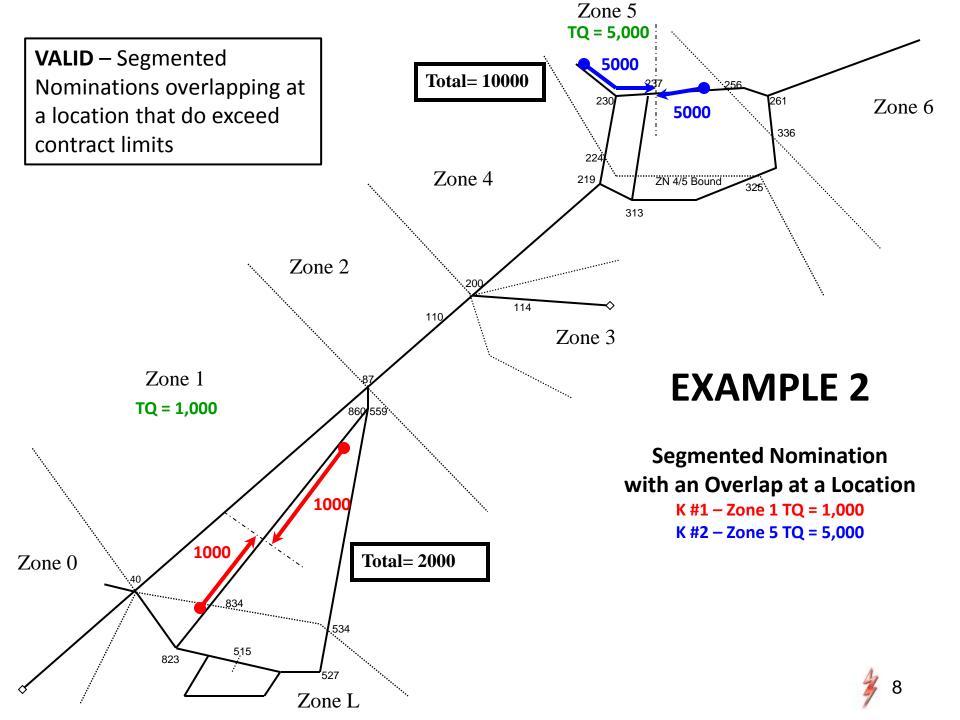
Segmenting With Nominations – Single or Base Contract

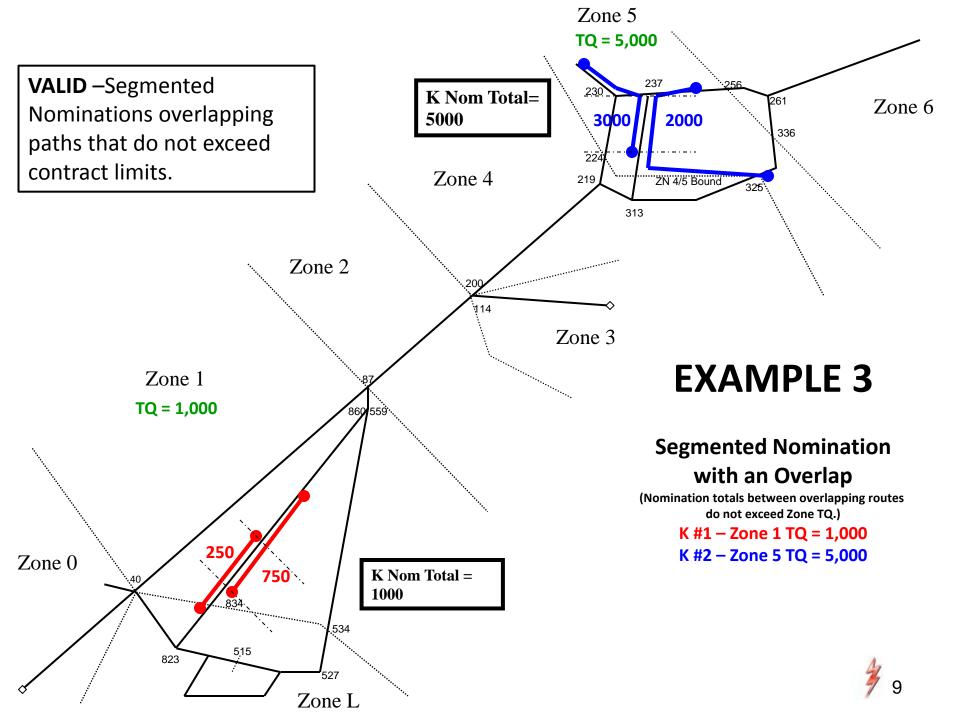
- Shippers can nominate in intervals of the pipeline up to their Zone TQ.
- Overlapping nominations are allowed but cannot exceed a contract's Zone TQ at any interval.
- Overlapping at a location can exceed the contract's Zone TQ.

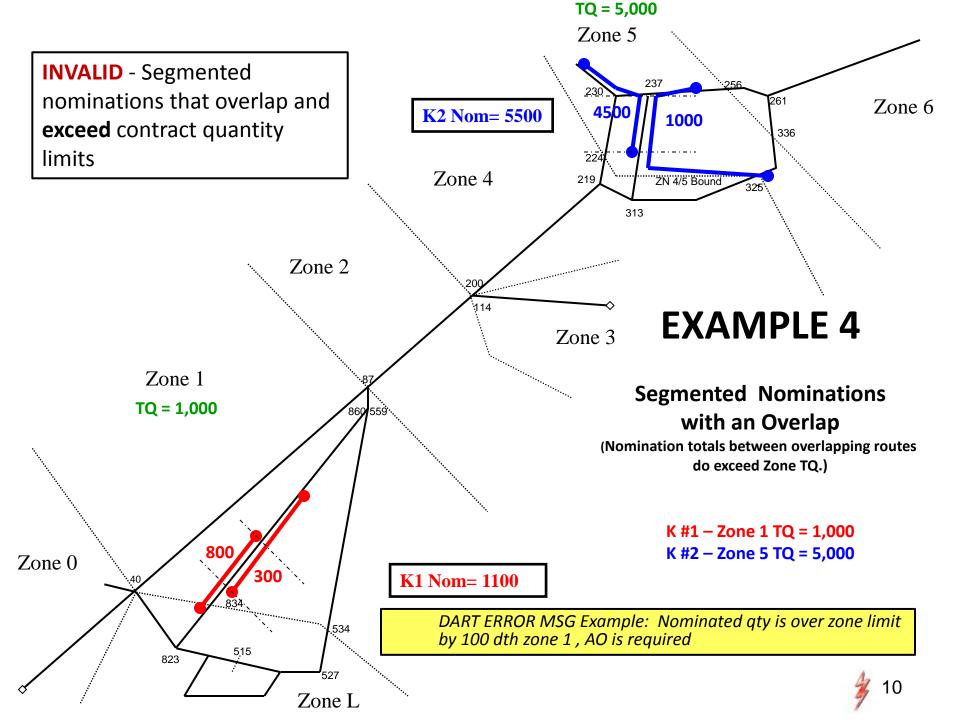


^{*} Flexible delivery contracts require a self-release to effectuate segmenting.









Segmenting With Nominations – Family of Contracts (FOC)

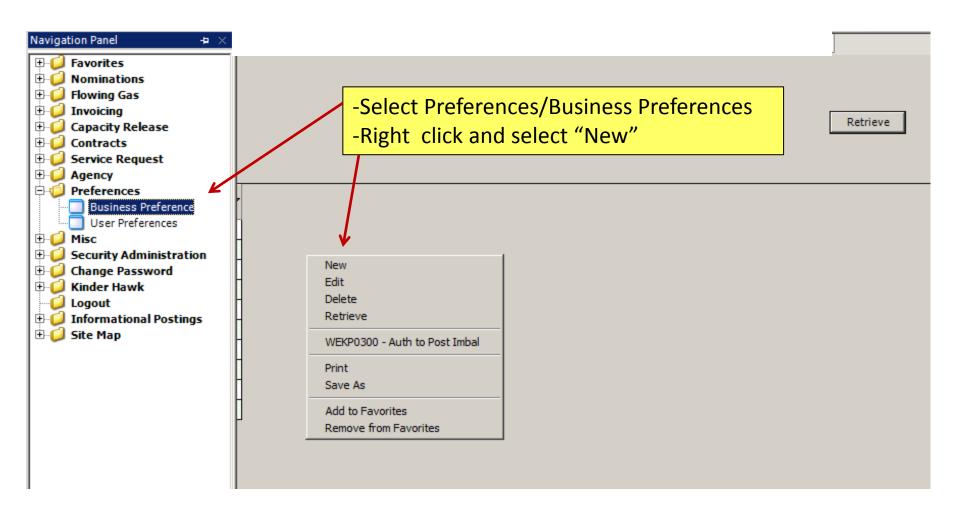
- A Family of Contracts (FOC) is defined as a Base Contract and any related segmented release Contracts.
- All nominations for segmented release contracts are included in the analysis of overlapping nominations.
- Nominations within a Family of Contracts are validated for segmenting errors using the same rules that apply for segmenting a single contract.
- The Zn TQ for FOC validations is equal to the original Base Contract's Zn TQ prior to the release (s).
- A FOC error occurs when the sum of the nominations within the family exceeds the Zn TQ in any interval.

Error msg example: Warning: FOC Capacity Conflict zone 1, Nom Qty may be cut

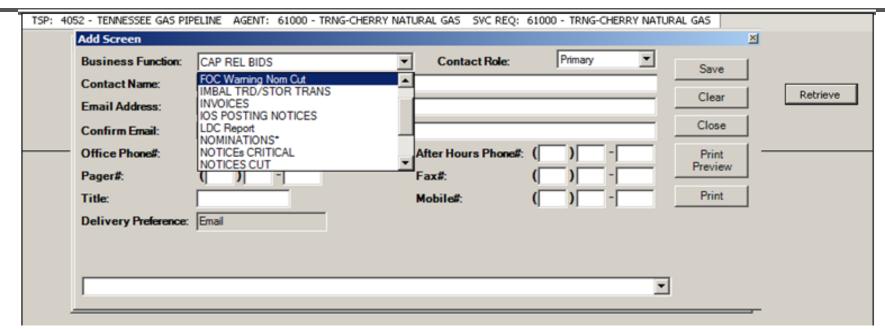
Potential Validations and Errors

- -Nominations on a single contract exceeds zone TQ (ECM)
 - -Fatal error received when validating nomination
 - email notice will be generated in the case of a rolling nom
- -Family of Contracts exceed zone TQ (EFC)
- Ex. contract 1 nominates below zone limit with no error or notice contract 2 submits nomination taking FOC total over collective zone TQ
 - -contract 2 receives a warning in DART, and
 - -contract 1 receives an email notice (FOC Warning Nom Cut)

Notices — for Segmenting and FOC



Notices - for Segmenting and FOC



Click the drop down box under the "Business Function" and pick the category to receive email notices

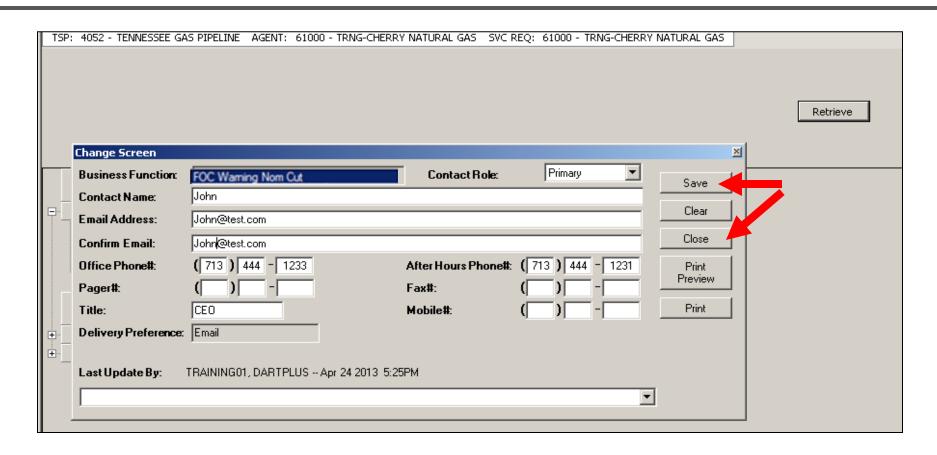
- Notices Cut
- Nominations
- FOC Warning Nom Cut

Select the "Contact Role". User can set up

Primary, Backup, or both to receive a particular notice



Notices — for Segmenting and FOC

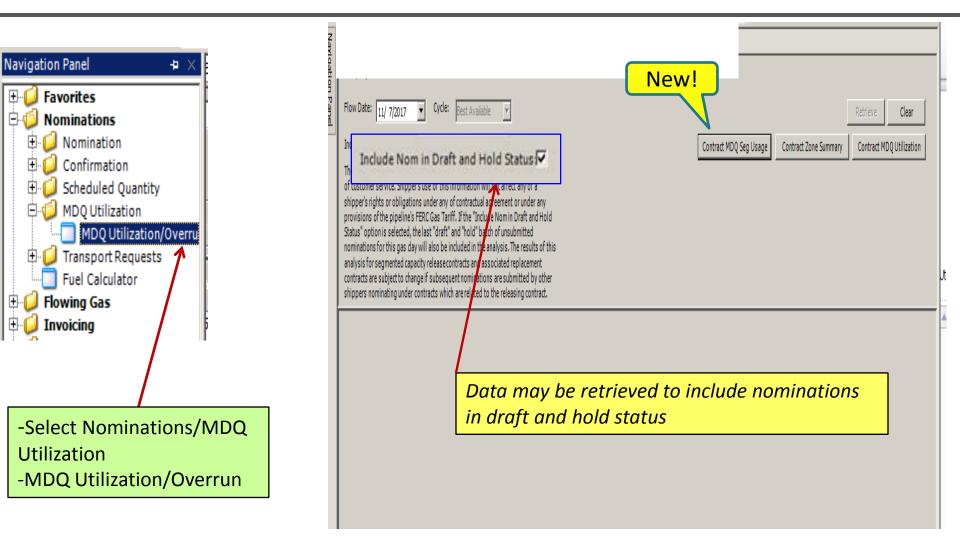


- Input the contact information for each applicable category
 - Click the "Save" button
 - Click the "Close" button

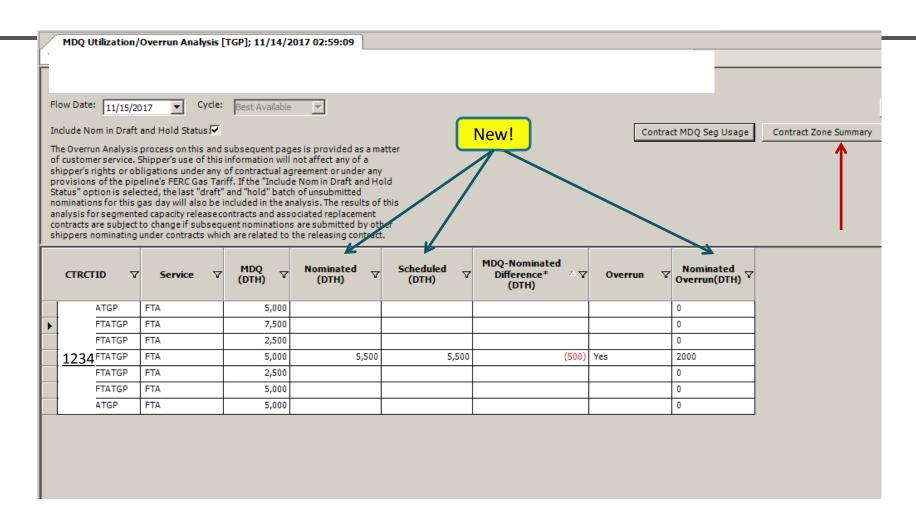
MDQ Utilization Screen Features

- Modified and improved for TGP business
 - Zone detail available at a route level
 - (helpful to pinpoint offending routes for a FOC error)
- Displays and compares contract zone MDQs to nominated/scheduled volumes
 - Help determine underutilized capacity
- Displays current nom/scheduled zone capacity
 - Help shippers analyze underutilized capacity
- Displays Overrun
- Display option for draft or hold status nominations be included in volumes

MDQ Utilization Screens



MDQ Utilization Screens

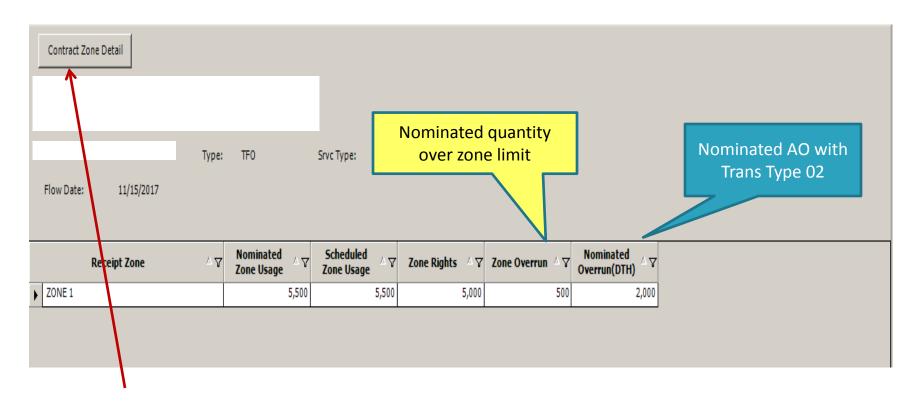


-K#1234 shows 500 dth over MDQ and would fail nomination validation if submitted

-Select contract 1234 and click Contract Zone Summary for more detail

MDQ Utilization Screens –

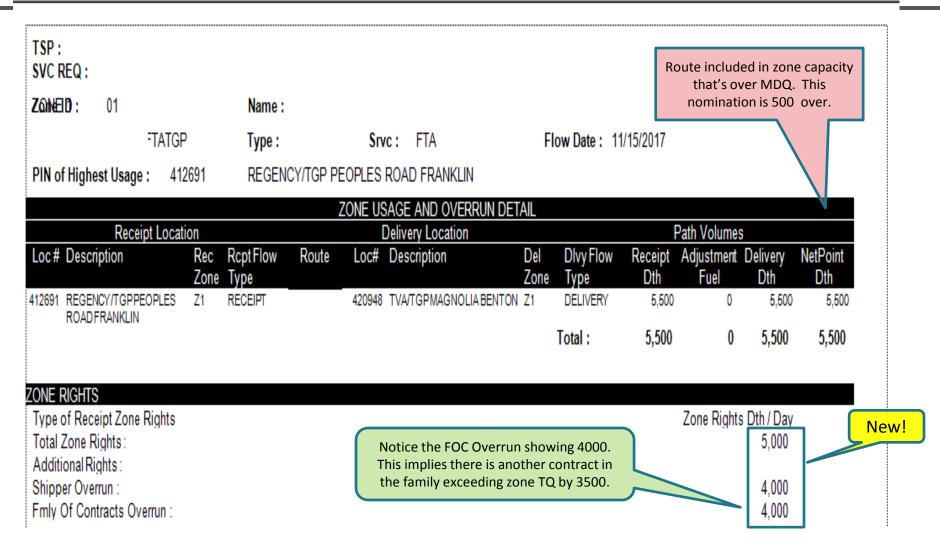
Zone Summary



- -Zone Summary will show all Nom/Sched volumes by zone
- -To view route detail...select 'Contract Zone Detail'

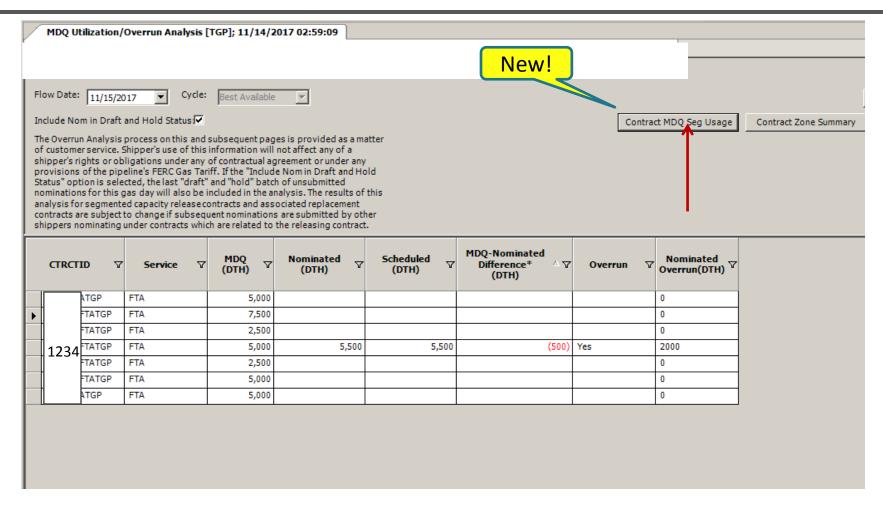
MDQ Utilization Screens –

Zone Detail



Note: Route detail is helpful to pinpoint offending routes for ECM or FOC error.

MDQ Utilization Screens - Segment Usage



-Select contract 1234 and click Contract MDQ Seg Usage

MDQ Utilization Screens – Segment Usage

Segment View - Default

	Flow Date:		11/15/2017					
Z	one View	Seg	gment View					
	Seg	ΔΥ	Seg Name	△ 🌣	Nominated Seg Usage △▽	Scheduled Seg Usage △ ▽	Seg Overrun △ ▽	Nominated Seg Overrun △▽
١	163		STA 63 TO STA 87		5,500	5,500	500	2,000
	834		MLV 834 TO MLV 847		5,500	5,500	500	2,000
	847		MLV 847 TO STA 860		5,500	5,500	500	2,000
	860		STA 860 TO STA 87		5,500	5,500	500	2,000

Zone View

Flow Date:	11/15/2017						
Zone View	Segment View						
	Receipt Zone	Δ	Nominated △ ▽	Scheduled Zone Usage △ ▽	Zone Rights △♡	Zone Overrun △ 🌣	Nominated Overrun(DTH) △▽
▶ ZONE 1			5,500	5,500	5,000	500	2,000

Important Notes

- Shippers who segment nominations or participate in capacity releases need to sign up for three important notices:
 - Notices Cut
 - Nominations
 - FOC Warning Nom Cut
- Nominations within a family of contracts that receive FOC warning messages <u>must be resolved</u> to avoid potential cuts to all contracts in the family.
- MDQ Utilization Screen will now display nominated and overrun capacity at a zone level with route detail to help resolve any overlap issues in nominations



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Q&A

