
Open Season Notice for Wyoming Interstate Company, L.L.C. (WIC): Segment 440

Bid Deadline – 2:00 PM Mountain Time, April 18, 2019

Portable Document Format (.pdf) file of Open Season:

<https://pipeline2.kindermorgan.com/PortalWeb/PortalDocs.aspx?code=WIC&parent=1600>

Responding to market interest for firm transportation capacity to serve new load near Douglas, Wyoming, Wyoming Interstate Company, L.L.C. (“WIC”) is conducting this Binding Open Season (“Open Season”) for natural gas transportation services.”). The WIC Segment 440 Open Season shall provide a binding Open Season for transportation service on WIC Medicine Bow Lateral from WIC Segment 440 receipts to delivery points located on WIC Segment 440, including one or more new delivery points to be constructed (“Project Facilities”).

Description of WIC Segment 440 Open Season

The WIC Segment 440 Open Season consists of 60 MDth/day of firm capacity from primary receipt point(s) on WIC Segment 440 listed below to a proposed new interconnection with the facilities of Black Hills Gas Distribution, LLC (the “Taft Meter Station Interconnect”) or to other similar new facilities as requested by a successful bidder in this Open Season (the “Project Facilities”).

Note that the Project Facilities are subject to WIC’s timely receipt of all necessary regulatory approvals, permits, and other authorizations required for the construction and operation of the facilities, in a form and substance satisfactory to WIC in its sole discretion. In addition, please note that bids for service to Point(s) of Delivery requiring the construction of Project Facilities may require additional demonstrations of creditworthiness and/or credit support as detailed below.

Rate Schedule:	Medicine Bow Incremental Rates FT
Maximum Delivery Quantity (MDQ):	60,000 Dth/day of capacity available on an annual basis
Primary Receipt Point(s): *Up to meter capacity	Antelope (892022) Cottonwood (896060) Thunder Creek (896029) Medicine Bow (896031) Other Primary Receipt Points that are similar to or in the vicinity of the points listed above may also be available. Interested parties are encouraged to contact their marketing representative or any of the individuals listed below to inquire about the availability of such points.
Primary Delivery Point(s): *Up to meter capacity	Taft Meter Station Interconnect Other Primary Delivery Points that are similar to or in the vicinity of the points listed above may also be available. Interested parties are encouraged to contact their marketing representative or any of the individuals listed below to inquire about the availability of such points.

Recommended Term:	For service involving the construction of Project Facilities, in order to economically justify WIC's capital investment in the Project Facilities, WIC recommends a minimum bid term of not less than ten (10) years from the in-service of the Project Facilities (although WIC reserves the right to reject any bid which fails to comport with the provisions of this Open Season).
Recommended Rate:	WIC recommends either (1) a recourse rate bid, or (2) a negotiated rate bid of not less than \$0.9125 per Dth per month (which, for illustrative purposes, is equivalent to \$0.0300 per Dth on a daily basis) (although WIC reserves the right to reject any bid which fails to comport with the provisions of this Open Season).
Open Season Dates:	<p>Open Season Start: 4:00 PM MST, April 11, 2019</p> <p>Bids due: 2:00 PM MST, April 18, 2019</p> <p>Bids awarded by: 2:00 PM MST, April 23, 2019</p> <p>Email attached Bid Sheet to KMWestBids@KinderMorgan.com</p> <p>NOTE: WIC will rely upon the time the bid is received to determine whether the bid was timely. Bids that are received (as determined by the time stamp on the WIC's email inbox) after the "End" date and time listed above will be considered invalid bids and will not be eligible for an award of capacity in this Open Season. WIC recommends that bids be submitted well in advance of the closing time listed above to minimize the risk that any email delay could cause a bid to be excluded from consideration.</p>

SUBMISSION OF BIDS

Parties interested in bidding in this Open Season should submit completed Bid Sheet(s) (in the form attached hereto) to WIC before the close of the Open Season via email at the following address: KMWestBids@KinderMorgan.com.

By submitting Bid Sheet(s) to WIC, the bidding party certifies that (a) all information contained in the bid is complete and accurate, (b) it satisfies, or will be able to satisfy, all the requirements of WIC's Federal Energy Regulatory Commission ("FERC") Gas Tariff, Third Revised Volume No. 2, as the same may be amended from time to time ("WIC's Tariff"), and (c) the person submitting the bid has full authority to bind the bidding party.

The bid rate must be presented as the reservation rate per Dth/month or stated as the maximum tariff rate. In addition to the bid rate, each bid shall be subject to the applicable maximum usage rate and maximum usage surcharges, all other maximum rates, charges and surcharges, including ACA, Fuel Gas and Lost and Unaccounted-for Gas ("FL&U"), and any other authorized surcharges assessed under the applicable Rate Schedule of WIC's Tariff as those amounts may be amended or superseded from time-to-time. This includes incremental lateral charges and any third party charges resulting from the use of capacity that WIC may hold on other pipelines.

WIC reserves the right to reject negotiated rate bids, bids that have rates less than the maximum recourse rate, bids stated as the dollar equivalent of the current maximum recourse rate, bids that are incomplete, contain offers of varying rates within the term, contain additional or modified terms or are inconsistent with the provisions of WIC's Tariff. WIC also reserves the right to reject bids for quantities that are not for the same quantity for the duration of the term.

If WIC does not receive maximum recourse rate or negotiated rate bids for quantities and terms sufficient to economically justify WIC's capital investment in the Project Facilities, then WIC reserves the right not to move forward with the Project Facilities, or to negotiate with bidders.

WIC also reserves the right to seek clarification of bids that have what appears to be an obvious error. Any clarification by bidders must be provided in writing and within the time requested by WIC. Such clarifications shall be incorporated as part of the binding bid submitted by the bidder.

WIC notes that FERC Order No. 894, in some cases, prohibits multiple affiliates of the same entity from bidding in an open season for capacity in which the pipeline may allocate capacity on a pro rata basis. It appears to WIC that the restrictions imposed by FERC Order No. 894 will be applicable in this Open Season and FERC recommends that potential bidders review and adhere to the requirements of that FERC Order.

Although this is a binding Open Season, WIC reserves the right, in its sole discretion, to consider requests received after the close of the Open Season period, including requests to modify a bidder's validly submitted bid, but shall be under no obligation to do so.

EVALUATION CRITERIA

If WIC receives acceptable bids for capacity in excess of the actual amount of available capacity, then WIC will award and/or allocate the capacity in a manner that yields the highest total Present Value (PV) as calculated below. In determining which bid(s) yield the highest total PV, WIC reserves the right to combine multiple bids, in whole or in part, in a manner that results in a total PV of the combined bids that exceeds the highest PV achievable by accepting one or more of the disaggregated bids. This process could result in a bidder being awarded less capacity than requested (unless such bidder elects on its bid sheet not to accept a pro rata allocation of capacity).

PV will be calculated as the sum of the present values for all of the months beginning with the first month capacity is available through the end date of the bid term. Bids stating a commencement date upon the in-service date of any to-be-constructed facilities will be evaluated using WIC's estimate of the completion date of the required facilities.

The PV for each month will be calculated as follows:

$$PV = (R \times Q) / ((1+i)^n)$$

Where:

R = the monthly reservation bid rate

Q = the monthly bid quantity

i = the monthly discount rate of 0.4542% (which is the annual discount rate of 5.45% divided by 12).

n = the number of months from the earliest date the capacity is available in the Open Season to the month the revenue will be received (the first month capacity is available n = 1, the second month n = 2, and so on).

Each successful bidder shall enter into a Firm Transportation Service Agreement ("FTSA") reflecting the terms of its bid as awarded by WIC. The FTSA will be consistent with the appropriate form of service agreement contained in WIC's Tariff.

CREDITWORTHINESS REQUIREMENTS

Bidders must satisfy the creditworthiness requirements contained in WIC's Tariff. A successful bidder that is unable to satisfy the general creditworthiness provisions set forth in WIC's Tariff and/or the additional creditworthiness requirements set forth above, for the Project Facilities, as applicable, shall

provide additional credit support in the form of a letter of credit, a guaranty from a party that satisfies the applicable creditworthiness standards, or such other form of credit that is acceptable to WIC in its sole discretion. If the successful bidder(s) requests service that requires the construction of Project Facilities, the required demonstration of creditworthiness and/or credit support must be equal to two (2) years of anticipated charges for the awarded transportation capacity. Bidders that fail to satisfy such creditworthiness requirements within a reasonable time will have their capacity award withdrawn. WIC will treat the financial statements provided by bidders as confidential.

CONTACT INFORMATION:

Questions concerning this Open Season should be directed to:

Greg Ruben (719) 520-4870
Tony Sanabria (719) 667-7582

**Open Season Bid Sheet
(See next page)**

Open Season Bid Sheet

Open Season EBB Identifier: WIC Segment 440 Capacity

Form of Service: FT

Email Bid To: KMWestBids@KinderMorgan.com

A. Shipper Information:

Legal Name of Bidder: _____

Name of Requesting Party: _____

Title of Requesting Party: _____

DUNS Number: _____

Phone: _____

B. Capacity Bid:

Requested Term Start Date: _____

Requested Term End Date: _____

- If this box is checked and bidder's bid does not qualify for a right-of-first-refusal (ROFR) in accordance with Section 4.10 of WIC's FERC Gas Tariff, then this bid is subject to WIC providing bidder a contractual ROFR in accordance with Section 4.10(f) of WIC's FERC Gas Tariff.

Maximum Daily Quantity: _____ Dth/day

Will you accept a pro rata allocation of capacity if necessary? Yes No

Primary Receipt Point(s)	Maximum Receipt Quantity (in Dth/Day)	Primary Delivery Point(s)	Maximum Delivery Quantity (in Dth/Day)
Total Receipt Quantity		Total Delivery Quantity	

C. Capacity Bid Rate (select one):

- WIC's maximum recourse rate
- Discounted Recourse Rate: \$ _____ per Dth per Month
- Negotiated Rate: \$ _____ per Dth per Month

In addition to the bid rate, successful bidders will be subject to the applicable maximum usage rate and maximum usage surcharges, all other maximum rates, charges and surcharges, including ACA, Fuel Gas and Lost and Unaccounted-for Gas, and any other

authorized surcharges assessed under the applicable Rate Schedule of WIC's Tariff as those amounts may be amended or superseded from time-to-time. This includes incremental lateral charges and any third party charges resulting from the use of capacity that WIC may hold on other pipelines.

* By submitting a bid to WIC, the bidding party certifies that (a) all information contained in the request is complete and accurate, (b) it satisfies, or will be able to satisfy, all the requirements of WIC's Tariff, and (c) the person submitting the bid has full authority to bind the bidding party.