

ENBRIDGE GAS OHIO

TRADITIONAL TRANSPORTATION PROGRAM

FREQUENTLY ASKED QUESTIONS (FAQs)

Disclaimer

The information presented in this package or in any other Enbridge Gas Ohio communication regarding the operating process of traditional transportation pools/contracts is for the sole purpose of providing general information about the process. The General Terms and Conditions for Transportation and all Pooling contracts, and any subsequent officially posted information, is considered the official rules for operations and these documents supersede any information contained within this summary.

What do you mean by “traditional” program?

Enbridge Gas Ohio’s (“EGO”) initial transportation program was introduced for non-Choice, non-residential customers.

What types of traditional pooling services does EGO offer?

EGO’s traditional gas pooling service is classified under three categories: Daily Pooling Service (DPS), General Pooling Service (GPS), and Full Requirements Pooling Service (FRPS).

What types of traditional transport services does EGO offer?

EGO’s traditional gas transportation service is classified under *three* different tariffs with *four* different contract types. Gas is sourced from a supplier’s (“supplier”) pool:

Daily Transportation Service (DTS) tariff

- Customers are served from a supplier’s DPS pool

General Transportation Service (GTS) tariff

- GTS customers are served from a supplier’s GPS pool
- Full Requirements Transportation Service (FRTS) – customers are served from a supplier’s FRPS pool

Transportation Service for Schools (TSS) tariff

- Customers are served from a supplier’s FRPS pool

What type of supply can be delivered for each type of pool?

DTS and GTS customers may receive pool supply from various supply sources: one or multiple suppliers, interstate pipelines, storage, or local production. Note: If the DTS or GTS customer is receiving supply directly from an interstate pipeline, the gas must flow on the pipeline on the customer’s capacity. FRTS and TSS customers are limited to one supplier per month.

Account Numbers

EGO has two different types of customer account numbers:

- 5-digit: typically used for customers with high pressure meters or those on the DTS or GTS tariffs
- 13-digit: typically used for small commercial/industrial customers with low pressure meters

Supply

The following supply sources can be utilized to supply gas for DPS, GPS, and FRPS pooling services:

- Interstate Pipelines
- Local Production
- Pool-to-Pool Transfers
- Imbalance Trades (IM) - can be transacted between FRPS pools during the Reallocation Period
- Volume Banking
- Storage (if applicable)

Prior to the start of each month, initial nominations should be made to path any supplies being delivered to the pool. The only exception is for Imbalance Trades (IM). IM nominations can only be entered on EGO's electronic bulletin board during the monthly reallocation period.

What is an Electronic Bulletin Board?

EGO uses an electronic bulletin board ("EBB") from Quorum Software named Quorum Pipeline Transaction Management System ("QPTM"). Suppliers on EGO's system are required to execute an Access Agreement as well as User Request forms for individuals who will access the system.

All EGO reports can be obtained by using the separate reporting tool named Quorum Query Module ("QQM").

EGO offers an online training guide for both QPTM and QQM.

What is the Reallocation Period?

EGO offers a two-day reallocation period to allow suppliers to resolve any monthly imbalances. The reallocation period occurs the following month and normally takes place on the 16th and 17th. For example, the June 2024 reallocation period would take place on July 16th and 17th. During the reallocation period, all June 2024 pool imbalances (for both traditional and Energy Choice pools) are reported via EGO's EBB and suppliers have a two-day period to resolve the imbalances by trading with other suppliers, utilizing applicable storage, or choosing EGO's monthly cash-out pricing.

How do I balance multiple traditional transportation pools?

Most traditional transport suppliers on EGO's system operate a FRPS pool. Those suppliers who enroll DTS or GTS transportation customers would also operate the corresponding pools (i.e., DPS and GPS).

All nominations are made on EGO's EBB. The typical monthly process for suppliers is to nominate all sources of supply to the FRPS pool level. The supplier also enters separate

nominations directly to their DTS and GTS customers using their DPS and/or GPS pool as the receipt location. This results in the DPS and GPS pools having a negative position. Post reallocation period, as EGO is balancing the supplier pools, EGO will transfer volumes from FRPS to DPS and/or GPS to balance all pools. There is no charge to the supplier to transfer gas among their own pools.

Pool Transfers

EGO offers two types of pool transfers that can be entered via the EBB:

- Pool-to-pool transfers are nominated using a transaction type (“TT”) of **PP**. Pool-to-Pool transfers from EGO East Ohio pools are assessed a fee to the seller of \$0.035/Mcf. Pool-to-Pool transfers from West Ohio pools are assessed a fee to the seller of \$0.03/Mcf.
- Imbalance Trade transfers are nominated using a TT of **IM**. Imbalance Trades can take place between two FRPS pools and can only be entered during the reallocation period. Imbalance Trades are assessed a flat fee to the seller of \$100. Note: The fees invoiced to the supplier for pool transfers are determined by the TT the supplier uses in the nomination entered on the EBB.
 - During the reallocation period, an Imbalance Trade can occur between a FRPS pool and an Energy Choice pool – but only to settle the monthly Energy Choice imbalance.

Note: The charges for pool transfers includes gross receipt tax.

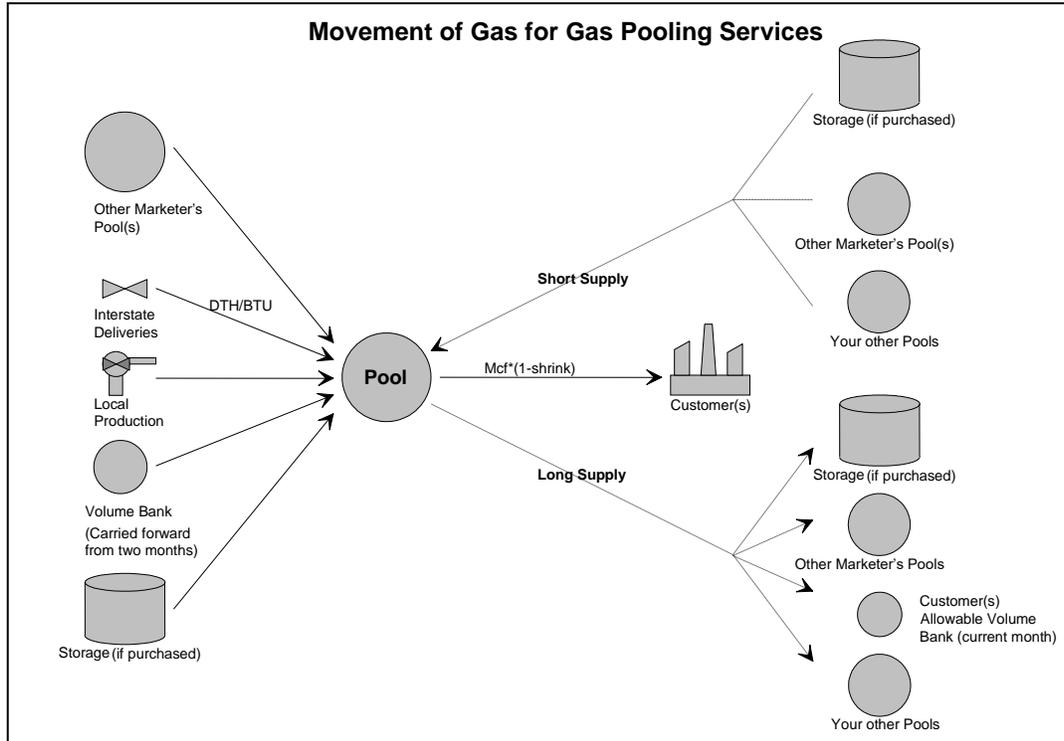
Local Production Pooling Summary (LPPS)

EGO offers an optional LPPS pool for suppliers who purchase conventional local production or shale production gas. If a supplier is purchasing gas directly from a producer whose conventional meter produces directly into EGO’s system, the individual production meters are added to the LPPS pool. Local production meters can also be dedicated directly to a FRPS pool; however, the LPPS pool gives the supplier more flexibility in being able to trade with non-traditional suppliers (i.e., suppliers who operate LPPS as well as Energy Choice or Standard Service Offer pools).

If a supplier is purchasing gas directly from a producer, EGO needs to be notified by the 10th of the month prior to gas flow so that the individual production meters can be added to the supplier’s LPPS pool.

The LPPS pool is daily balanced. The volume nominated into the pool for the month is prorated and applied across all days. The gas volume is required to be nominated out of the pool each day. Gas can be nominated out of the LPPS pool to another supplier’s LPPS or to the supplier’s own FRPS.

- Note: Volumes nominated from a supplier's LPPS to the supplier's own FRPS qualify for a \$0.05 credit against the \$0.07 pooling fee the supplier is charged on customer send out volumes. The \$0.05 credit cannot exceed the total pooling fees assessed in any month.



Supplier Pool Cash-Out Charges

All supplier pools must be balanced at the end of the reallocation period. (Volume Banking Service and Storage Service are considered). Supplier pools that are not balanced are subject to monthly punitive cash-out charges. The two types of cash-out charges are:

- Negative (Short) Cash-out:** At the end of the reallocation period, the total volume of all supply available in the supplier's pool(s) is less than the total of all gas delivered from a supplier's pool, EGO will sell your pool cash-out gas to balance.
- Positive (Long) Cash-out:** At the end of the reallocation period, the total volume of all supply available in the supplier's pool(s) exceeds the total of all gas delivered from a supplier's pool, EGO will purchase the excess gas to balance.

Monthly cash-out rates are posted to the EBB.

End-Use Customer Summary

EGO's tariff information can be found at: <https://www.dominionenergy.com/ohio/rates-and-tariffs/tariffs>

Balancing a Daily Transportation Service (DTS) Customer's Supplies

At the end of each month, DTS customers are required to balance their nominated supply to their daily usage within a 5% +/- tolerance. Suppliers can adjust pool nominations to DTS customers during the reallocation period.

Following is a suggested guide to daily balance DTS customers:

- a. The daily usage should be obtained from the EBB using the DLY_SUM_METER report.
- b. EGO will send an email with any adjustments that need to be made to the measurement gathered from Step a.
- c. Any interstate supplies directly delivered to the customer should be converted from Dth to burner-tip Mcf (round to nearest tenth in Mcf) by using the following equation:

$$\text{burner-tip Mcf} = (\text{city-gate Dth} / \text{BTU}) * (1 - \text{Shrink})$$

- d. Any local production¹ directly delivered to the customer, gas withdrawn for the customer's storage², or gas delivered from any supplier's DPS³ should be reduced to consider shrink. The following equation should be used:

$$\text{burner-tip Mcf} = \text{well (or pool) (or storage) Mcf} * (1 - \text{Shrink})$$

- e. For each day, the total supply volume at the burner-tip should equal the usage volume that is reported on the DLY_SUM_METER report.

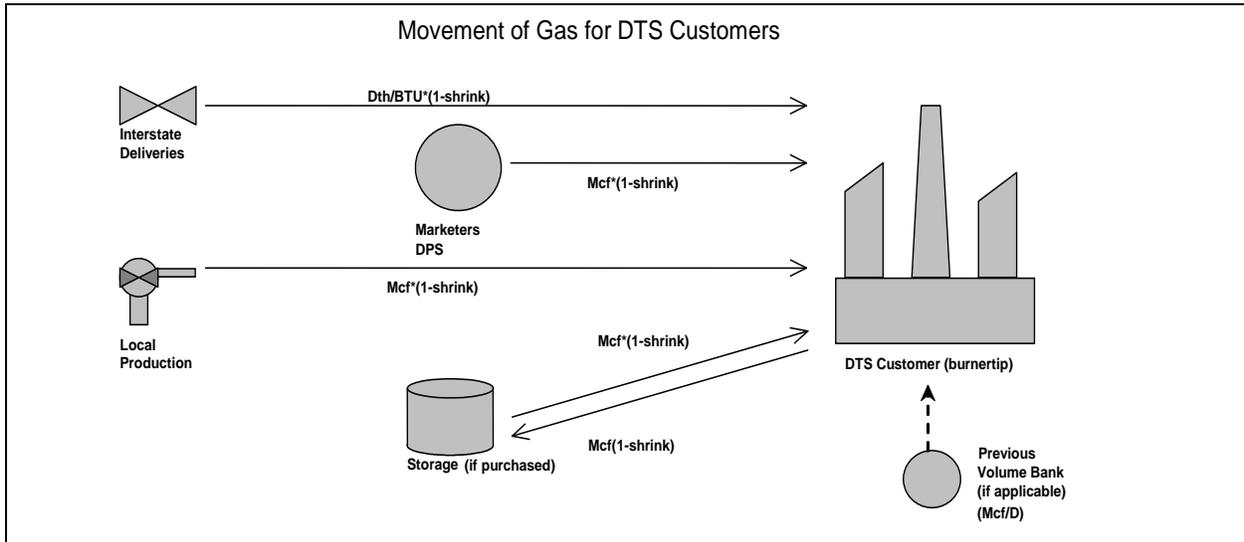
If the DTS customer has purchased storage from EGO, additional supplies brought to the system during the injection season will be converted back to the original pool volume (shrink added back as applicable) and will then be placed into the customer's storage account following the applicable ratchets defined on the storage contract. Conversely, during the withdrawal season, supply shortages can be rectified by withdrawing gas from storage, following the applicable

¹ Local production includes volume nominated plus/minus any adjustments carried forward.

² Gas can only be withdrawn during the winter season (November through March) and injected during the summer season (April through October) unless In/Out storage is purchased.

³ DPS and GPS pool nominations may be revised during the monthly reallocation period to balance. Interstate supply or local production delivered directly to the customer cannot be revised during the reallocation period.

storage ratchets defined on the storage contract. Shrink will be applied to the gas withdrawn from storage. The image below illustrates the movement of gas explained above.



Charges

As defined in EGO's DTS tariff, DTS customers are subject to two types of charges: Daily Imbalance Charges and Cash-Outs.

Daily Imbalance Charges

DTS customers are required to balance their supplies within 5% +/- of their burner-tip usage each day. If the absolute difference between a customer's burner-tip supply and their burner-tip usage is greater than the 5% +/- tolerance, the customer is subject to a daily imbalance charge of \$0.20/Mcf for all volumes above or below the tolerance volume.

Example: (using current BTU and fuel values)

Date	Interstate Supplies		Pool Volumes		Local Production		Usage	(Short)/Long Mcf	5% Tolerance Mcf	Charge Mcf
	Citygate Dth	Burnertip Mcf	Pool Mcf	Burnertip Mcf	Well Mcf	Burnertip Mcf	Burnertip Mcf			
1	1,500	1,353.0	2,000.0	1,914.0	10.0	9.6	(3,500)	(223.4)	175.0	48.4

This image illustrates a DTS customer who is short 223.4 Mcf on gas day 1. The customer's tolerance is 175.0 Mcf. As a result, they are 48.4 Mcf out of the 5% +/- tolerance. On this day, the customer would be assessed a Daily Imbalance charge of \$9.68 (48.4 Mcf * \$0.20).

General Transportation Service & Transportation Service for Schools

General Transportation Service (GTS) customers are divided into three classifications: General Transportation Service customers (GTS), Full Requirements Transportation Service customers (FRTS), and Transportation Service for Schools customers (TSS). The TSS tariff is available for primary and secondary schools, however, their supply is administered the same as a FRTS customer.

Customers

Standard GTS customers may be served from multiple suppliers as well as local production, interstate gas, and purchased storage to balance.

Balancing a GTS Customer's Supplies

GTS customers are required to balance their accounts monthly. Following is a suggested guide to daily balance GTS customers:

- a. The monthly usage should be obtained from the EBB using the CUSTOMER_VOLUMES report. EGO provides two separate reports for 5- and 13-digit accounts.
- b. Convert any interstate supplies directly delivered to the customer from Dth to burner-tip Mcf by the following equation:

$$\text{burner-tip Mcf} = (\text{city-gate Dth} / \text{BTU}) * (1 - \text{Shrink})$$

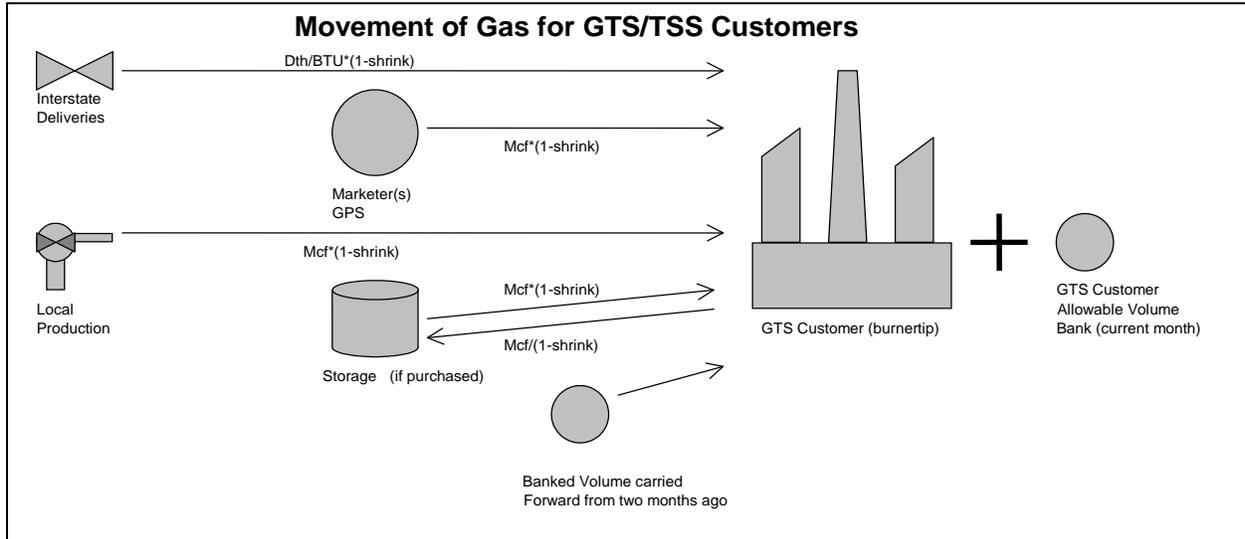
- c. Convert any local production directly delivered to the customer, gas withdrawn from the customer's storage, or gas delivered from the a supplier's GPS, applying the applicable shrink. The following equation should be used:

$$\text{burner-tip Mcf} = \text{well/pool/storage Mcf} * (1 - \text{Shrink})$$

- d. The total supply number at the burner-tip (interstate gas, local production, and storage) should be equal to the usage number.

If the GTS customer has purchased storage service from EGO, additional supplies brought to the system during the injection season will be converted back to the original pool volume (shrink added back as applicable) and will then be injected into the customer's storage account following the applicable ratchets defined in the storage contract. Conversely, during the withdrawal season, supply shortages may be made whole by withdrawing gas from storage within the applicable ratchets (shrink will be applied to the withdrawn gas).

The image below illustrates the movement of gas as explained above.



Charges (Cash-Out)

GTS customers are subject to cash-out charges on a monthly level. After the reallocation period, if the customer's total monthly supply at the burner-tip is lower than the usage, EGO will sell the customer cash-out gas to balance. If the supply exceeds the usage, EGO will purchase the excess gas. The cash-out price EGO applies to GTS customers is the same cash-out rate listed for DTS customers.

Full Requirements Transportation Service and Transportation for Schools Service Customers

Full Requirements Transportation Service (FRTS) and Transportation Service for Schools (TSS) customers follow the same rules as GTS customers except these customers can only receive gas from one supplier. The supply can only be delivered from the supplier's FRPS pool. FRTS and TSS customers must subscribe to EGO's volume banking service. Volume banking is an option offered to suppliers which allows the supplier to "bank" monthly excess pool volumes, in aggregate. The benefit of this service to the customer is no monthly supplier nominations are necessary and the customer is provided 100% of their usage needs.