EMPIRE PIPELINE, INC. OPEN SEASON - OS024



Long Term Firm Transportation ("FT") Capacity from TransCanada Pipeline at Chippawa to NFGSC Pendleton

Empire Pipeline, Inc. ("Empire") is pleased to announce the commencement of an Open Season for firm transportation capacity available under Empire's FT rate schedule. Additional capacity from TransCanada Pipeline at Chippawa to NFGSC Pendleton is available and posted on Empire's Unsubscribed Capacity Table.

Available Capacity:

Up to 285 Dth/d

Open Season Time Frame:

March 9, 2022 through 11am (Eastern Time) on March 16, 2022.

<u>Term</u>:

Commencing as early as April 1, 2022. There is no minimum or maximum term requirement.

Available Primary Receipt Point:

Primary Point Name	Meter Number	Receipt Qty (Dth/day)	Delivery Qty (Dth/day)
TransCanada Pipeline at Chippawa	012000010	285	X
NFGSC Pendleton	012003020	Х	285

Rate Information:

The current applicable Empire maximum tariff rates are listed in the table below:

Maximum Rate	100% Load Factor Rate*	Rate Component
\$7.0333 per Dth/d	\$0.2312	Annual Reservation Rate (monthly, applied to contract MDTQ)
\$10.1280 per Dth/d	\$0.3339	Winter Reservation Rate (monthly, applied to contract MDTQ)
\$4.8229 per Dth/d	\$0.1595	Summer Reservation Rate (monthly, applied to contract MDTQ)
\$0.0009 per Dth		Commodity Rate (applied to Dth quantity transported)

^{*100%} Load Factor Rate is exclusive of Transport Fuel and surcharges listed below

The current applicable tariff Transport Fuel and Surcharges are listed in the table below:

Rate	Transport Fuel and Surcharge Components
0.18%	Existing Shipper Fuel Retention ("TFD")
0.07%	Other Gas for Transporter's Use ("OGFTU")
\$0.0012 per Dth	Applicable FERC ACA Commodity Surcharge (daily, applied to Dth quantity transported)

Fuel and Loss Allowances:

TFD and OGFTU retention are applicable to all transportation quantities and are established and subject to change under the tracking mechanism guidelines in Empires' GT&C Section 23 tariff sheets. Empire's current TFD allowance is 0.18% and the current OGFTU allowance is 0.07%.

Effective April 1, 2022, the following fuel rates will go into effect:

TFD: 0.04% OGFTU: 0.27%

Bid Award Process:

During the Open Season period, Empire will accept requests for this transportation service under Empire's FT rate schedule. Participation in this Open Season is non-binding for bidders and Empire.

Requests for rate discounts or discounts of TFD and OGFTU will not be accepted. Shippers may request all or part of the available capacity and are allowed to revise their bids within the posting period. A Shipper's bid shall be exclusive of the applicable ACA Commodity Surcharge.

All acceptable requests will be ranked, and the best bid(s) determined based on the highest net present value ("NPV") of the reservation charge revenues, per unit of capacity (Dth/day) requested. The NPV calculation will incorporate length of contract term and will utilize a monthly rate of 0.8% (9.6% annually) for discounting purposes.

In the event that multiple shippers submit requests that are equivalent in value and term, the available capacity shall be prorated to those shippers based on the quantities requested.

Credit Requirements:

Shippers will be required to demonstrate creditworthiness or provide a credit alternative acceptable to Empire.

Service Agreements:

Successful bidders will be required to execute and return service agreements within 5 business days after they are received.

Bid Process:

All requests must be submitted using a Service Request Form ("SRF"). Bidders may complete an SRF online, download the <u>PDF version</u> from the Forms section of our website, or obtain one by contacting our Marketing Department at (716) 857-7485. The completed form can be mailed or faxed to the address listed below or emailed to <u>Marketing@NatFuel.com</u>.

Questions may be directed to the Marketing Department at (716) 857-7485, or to one of the Marketing Representatives listed here:

Empire Pipeline, Inc. 6363 Main Street

Williamsville, NY 14221 PHONE: (716) 857-7485

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Empire Pipeline Marketing Representatives:

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