



TSP Name: Northern Natural Gas Company	Post Date/Time: 01/04/2021 04:10 PM
TSP: 784158214	Notice Effective Date/Time: 01/04/2021 04:10 PM
Notice ID: 057943	Notice End Date/Time: 02/01/2021 08:59 AM
Notice Type: Rates and Charges	For Gas Day(s): 01/04/2021 - 01/31/2021
Subject: FERC ORDER ON DDVC TARIFF WORKING GROUP CHANGES	Notice Status: Initiate
Critical: N	Required Response Indicator Description: 5-No response required

Notice Text:

Effective January 1, 2021, Northern's Daily Delivery Variance Charges (DDVC) have been revised to be the greater of the currently effective fixed charges or multiples of the applicable highest published Platts Gas Daily Midpoint commodity prices. The proposed tariff changes were accepted by the Federal Energy Regulatory Commission (Commission) in an [order](#) issued December 31, 2020. The order also accepted revisions to the imbalance tolerances for System Overrun Limitation (SOL) and Critical Days, effective November 1, 2021, waiving section 154.207 of the Commission's regulations. These tariff revisions resulted from the efforts of the Tariff Working Group under the terms provided in the rate case settlement agreement in Docket No. RP19-1353.

The DDVC and tolerance level changes are summarized in the table below.

DDVC Penalty (higher of existing fixed-rate or index multiple)	Existing Tariff Rate	Index Multiple	Effective January 1, 2021
Standard Days (no SOL, SUL or Critical Day) <ul style="list-style-type: none"> DDVC 	Max TI Rate	No Index Pricing	
System Overrun Limitation (SOL) <ul style="list-style-type: none"> Punitive Positive (5%) 	\$ 16.055 \$ 1.00	2.0x 1.25x	
Critical <ul style="list-style-type: none"> Punitive Level II Punitive Level I (5%) Positive 3% Positive 2% 	\$113.00 \$ 56.50 \$ 22.00 \$ 15.00	3.0x 2.0x 1.75x 1.5x	
System Underrun Limitation (SUL) <ul style="list-style-type: none"> Negative 	\$ 1.00	1.25x	
Index - The highest published Platts "Gas Daily" Midpoint price on the applicable day at any of the applicable index points of: Market Area - Northern, demarc and Northern, Ventura; or Field Area - Panhandle, Tx.-Okla. and El Paso, Permian.			
Tolerance - The Tariff currently provides a tolerance of five percent (5%) prior to the application of SMS or DDVCs if shippers have scheduled volumes below their Maximum Daily Quantity (MDQ). The allowed tolerance below MDQ will be modified to four percent (4%) on SOL days and three percent (3%) on Critical Days.			Effective November 1, 2021

If you have any questions, please contact your marketing representative.

