



500 – 1777 Victoria Avenue  
Regina, SK S4P 4K5

TO: NIT to TEP Customers  
July 29, 2020

**NIT TO TEP ALBERTA RECEIPT SERVICE UPDATE  
ADDITIONAL COST RECOVERY (Effective August 1, 2020)**

TransGas' NIT to TEP Alberta Receipt Service is for receipt points that initiate at Nova Inventory Transfer (NIT) with TransGas being responsible to contract and transport natural gas through the Nova Gas Transmission Ltd. (NGTL) system in Alberta.

Customers utilizing this specific service are:

- Charged TransGas' standard receipt transportation rates; and
- Subject to an Additional Cost Recovery (ACR) charge related to the transportation of gas to the Saskatchewan border.

The ACR charge to recover from customers utilizing the NIT to TEP Receipt Service effective **August 1, 2020** has decreased from last quarter as outlined below:

Effective August 1, 2020					
Service Type	Term	Demand Charge (per GJ/D per month)	Commodity Charge (per GJ)	Proposed Rate 100% Load Factor Equivalent (¢/GJ)	Previous Rate 100%LF Equivalent (¢/GJ)
Long Term Firm	1 - 2 years	\$6.6848	-	¢21.98	¢24.42
	3 - 4 years	\$6.3506	-	¢20.88	¢23.20
	5 + years	\$6.0163	-	¢19.78	¢21.97
Short Term Firm		\$6.6848	-	¢21.98	¢24.42
Interruptible		-	\$0.2418	¢24.18	¢26.86

These charges are based on actual historic costs, historic liquid credits and third party contracting costs (including NGTL delivery rate increase effective January 1, 2020). TransGas will continue to review and update the ACR charge on a quarterly basis to minimize any cumulative imbalance between costs and recoveries.

Information related to the current ACR charge in effect from May 1, 2020 to July 31, 2020 and historical ACR charges can also be found on the TransGas website under Services.

A summary of the total NIT to TEP cost, which includes both the ACR and the TransGas receipt toll effective August 1, 2020 and historical May 1, 2020, is outlined below:

<b>August 1, 2020</b>			
Service Type	Additional Cost Recovery (¢/GJ)	TransGas Toll (¢/GJ)	Total (¢/GJ)
R110N (1-2 years)	21.98	19.75	41.73
R1103 (3-4 years)	20.88	19.75	40.63
R1105 (> 5 years)	19.78	19.75	39.53
R11N (Short Term < 1 year)	21.98	21.73	43.71
R190N (IT)	24.18	26.34	50.52

<b>May 1, 2020</b>			
Service Type	Additional Cost Recovery (¢/GJ)	TransGas Toll (¢/GJ)	Total (¢/GJ)
R110N (1-2 years)	24.42	19.75	44.17
R1103 (3-4 years)	23.20	19.75	42.95
R1105 (> 5 years)	21.97	19.75	41.72
R11N (Short Term < 1 year)	24.42	21.73	46.15
R190N (IT)	26.86	26.34	53.20

Please contact a member of the TransGas Customer Services team if you have any questions.

Alexis Schmidt  
Key Account Manager  
(306) 777-9687  
[aschmidt@transgas.com](mailto:aschmidt@transgas.com)

Adam Tulloch  
Key Account Manager  
(306) 777-9501  
[atulloch@transgas.com](mailto:atulloch@transgas.com)

Tanya Lang  
Director, TransGas Customer Service  
(306) 777-9811  
[tlang@transgas.com](mailto:tlang@transgas.com)