

Overview of Zone 8 Tariff Changes

	Current B.C. System	Proposed Foothills Zone 8
Minimum Term – Expansion Capacity	15 years	10 years
Maximum Term – Expansion Capacity	15 years	None
Renewal Provision – FT Service	Evergreen with 1 year notice to terminate	1 year notice to renew
Minimum Term – IT Service	3 months	None
Expiry Date – IT Service	As specified in agreement	In place until terminated by Shipper or Company
Renewal Provision – IT Service	Evergreen with 30 days notice to terminate	Not applicable
Gross Heating Value	Not less than 36.94 MJ/m ³	Not less than 36 MJ/m ³
Late Billing	If delayed after 20 th Business Day of the month	If delayed after 9 th Business Day of the month

Overview of Zone 9 Tariff Changes

	Current Foothills Zone 9	Proposed Foothills Zone 9
Minimum Term – Expansion Capacity	12 years	10 years
Make-up Provision – FT Service	No time limit to make-up deficiency	Make-up limited to lesser of remaining contract term or 2 years
Demand Charge Credit – FT Service	Billing abatement of \$0.01/GJ if less than 90% delivered in month	Demand charge credit if less than 98% delivered in a month
Demand Charge Credit – STFT Service	Not available	Demand charge credit if less than 98% delivered in a month
Bid Form	Not required	Required
Bid Deposit	Not required	Required for Existing Capacity Open Season for lesser of \$10,000 or one month of demand charges
Payment	Due 2 nd last Business Day of the month	Due last Business Day of the month
Interest on Unpaid Amounts	90 day loan rate + 1%	Prime + 1%

Comparable Services

B.C. System Tariff service	Comparable Foothills Tariff service
Service Schedule FS-1	Rate Schedule FT, Firm Transportation Service
Service Schedule STFS-1	Rate Schedule STFT, Short Term Firm Transportation Service
Service Schedule IT-1	Rate Schedule IT, Interruptible Transportation Service