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Market Area Pooling Changes for Zone 5 and Zone 6

Proposed effective date: October 2018

NYSE: WMB
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Changes to the Zone 5 and Zone 6 Pools

> Why is Transco changing the Market Area Pool rules?

- Transco began charging fuel on forward haul and backhaul transactions in Zone 5 and Zone 6 effective April 1, 2017. This was a result of the increase of supply in Zone 6, expansion projects, and system modifications that provide for gas to flow in both directions in Zones 5 and 6.
- With this fuel change, Transco's original need to charge into the pool is no longer a concern. Therefore, to be consistent across all pools in the market area, this filing will change the Zone 5 and Zone 6 pools to charge **OUT** of the pool instead of **INTO** the pool.
- With this transition of charging **OUT** of the pools, the MAP crediting will no longer be applicable.
- Transco is filing to make these the Zone 5 and Zone 6 pool changes effective **October 1, 2018**.

Zone 5 and Zone 6 Charges and Crediting

- > **Zonal commodity charges and fuel will be assessed on transportation OUT of the Zone 5 and Zone 6 Pools.**
- > **Zonal commodity charges and fuel will not be assessed on transportation INTO the Zone 5 and Zone 6 Pools.**
 - Charges will be assessed from receipt zone, therefore if the receipt is the same zone as the delivery pool, there would be no charge.
- > **Crediting mechanisms will not be utilized for Zone 5 and Zone 6 Pool transactions.**
- > **Zone to Zone Imbalance page will be modified to remove the Pool and Non-Pool imbalance information used for crediting in the market area pools.**

Summary of Transportation and Fuel Charges at Pools



Charge IN and OUT

Zones 1-3

Pooling Station 30

Pooling Station 45

Pooling Station 50

Pooling Station 62

Pooling Station 65

Zone 4A

Pooling Station 82

Charge OUT

Zone 4

Pooling Station 85 (OIA 1)

Proposed Pooling Station 95 (OIA 2)

Zone 4A

Pooling Station 85

Zone 5

Pooling Station 165 (Proposed)

Zone 6

Pooling Station 210 (Proposed)

Notes:

- > **Zone 1 – 3** : IT feeder requirements of Transco's tariff
- > **Zone 4/OIA 1, 4A**: Consistent with FERC order (RP10-1128) effective October 2010
- > **Zone 4/OIA 2**: Priority of Service (POS) Filing (RP18-314), pending FERC approval
- > **Zone 5, 6**: Fuel is charged in both directions in Zone 5 and Zone 6 (effective April 1, 2017, RP17-452).

Questions?

**Please contact your Transportation Service Representative
for further assistance**