

# Rate DS Balancing Pool

## CONCEPT

Suppliers now have the option to transfer all imbalance gas for a given workday to a Rate DS balancing pool when their normal Rate DS workday pools are out of balance greater than  $\pm 10\%$ . As each workday is billed a supplier may draw gas from, or transfer gas to, the Rate DS balancing pool to balance the individual workday control pool. At the end of each month the Rate DS balancing pool will be reconciled according to the provisions of UGI's Gas Service Tariff, in conjunction with the workday 4 billing cycle (i.e. the last DS workday billed each cycle).

Each month the Rate DS balancing pool will start with a zero balance. As each DS customer workday pool is billed its position will be calculated. If the balance of the workday pool is calculated to be in excess of greater than 10%, a supplier may elect to either Cash/Out the full imbalance or transfer it to their Rate DS balancing pool. Similarly, if the workday pool has a shortfall of greater than 10%, a supplier may elect to either Cash/Out the full imbalance or draw the entire imbalance from the Rate DS balancing pool. This process will be repeated throughout the month for each DS workday ending with workday 4. The intent is to provide suppliers another option for managing imbalances for normal Rate DS workday pools. Suppliers should be better able to judge the position of their billing pool and compensate later in the month.

Following workday 4 any Rate DS balancing pool imbalance will be Cashed/Out according to the provisions set forth in UGI's Gas Service Tariff §17.4. Likewise, all other Tariff provisions pertaining to Rate DS Customers will remain in full force and unchanged.

## RULES

- The Rate DS balancing pool concept applies only to Firm DS rate customers.
- Customers must elect UGI's pooling service to participate.
- The Rate DS balancing pool balance will be reconciled on a billing cycle basis and billed directly to the supplier. The customer billing cycles are posted on UGI's Gas Delivery and Management web site and begin each month with workday 5 and end each month with workday 4.
- Prior to the start of the billing month suppliers must notify UGI of their intent to use the Rate DS balancing pool option, by contacting the Supervisor – Large Customer Billing directly or emailing her at mhockley@ugi.com. This is required to avoid delays in billing DS customers.
- Company pools are excluded from this option. However, company pools may split into normal workday pools and utilize the Rate DS balancing pool.
- The supply transfer fee of \$.25/MCF will apply to all volumes transferred to or from the Rate DS balancing pool in accordance with the tariff.
- When a normal DS workday pool has an imbalance position greater than  $\pm 10\%$  the supplier may elect to have the entire imbalance transferred to the Rate DS balancing pool. A supplier still has the option to reduce the imbalance through a supply transfer between customers/pools of like workday. In this case only the amount necessary to get the

normal DS workday pool in balance needs to be transferred between the pools of like workday.

- If a normal DS workday pool is within  $\pm 10\%$  the pool balance will be carried forward as it has been historically.