

Natural Gas Interruptible Program Update

Doug Peyton
Product Manager
Commercial & Industrial Customer
Interruptible Programs
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Why do we have a natural gas interrupt program?

- Allows Alliant Energy to buy less firm pipeline capacity.
- Gives you options if you have the flexibility to discontinue gas usage during high constraint periods.
- Events are called due to supply constraints and high demand (not pricing).



Customer benefits

- Participating interruptible program customers receive a lower interruptible Purchased Gas Adjustment (PGA) tariff rate.
- Interruptible customers do not pay for firm pipeline capacity.



Tariff and rates

Purchased Gas Adjustment shown below reflects market costs of natural gas for customers served via the three Pipeline Companies (NNG, NGPL, and ANR). Customer bills are based upon prorated prices, reflecting the number of days in the billing period that fall into each calendar month. Demand prices shown apply to transportation customers with back-up supply service or interruptible customers with partially firm service.

Purchased Gas Adjustment (\$ per therm)

Effective with uses on and after	Firm	Interruptible	Demand
11/1/2017	\$0.4152	\$0.2954	\$7.509
10/1/2018	\$0.4096	\$0.2976	\$7.730
11/1/2018	\$0.4756	\$0.3707	\$7.730
12/1/2018	\$0.5010	\$0.3961	\$7.730

These numbers can be found on the alliantenergy.com/tariffs under the Iowa Gas Tariff, PGA rider, page 65.

Bill Example

PGA is prorated
between Oct and Nov

Non-Residential Gas Service

Rate: 240 - Gas Non-Residential General Service

Billed for: 29 Days

Billing Period	Meter Number	Current Reading	Previous Reading	Metered Units	Multiplier	Heat factor	Usage
Oct 18 - Nov 16	096224612	15,248	14,378	870 CCF	1	1.064	926 therms

Non-Gas Cost	926.00 therms X \$0.18292	\$169.38
Gas Cost	926.00 therms X \$0.298000	\$275.95
Basic Service Charge	29.000 Days X \$0.98619	\$28.60
Cost Management Credit	29.000 Days X \$-0.20377	\$5.91 CR
Local Option Tax	\$468.02 X 1%	\$4.68
State Tax	\$468.02 X 6%	\$28.08
Total Current Charges		\$500.78

Steps for calling an interruption

- Alliant Energy monitors forecasted load and high demand days for the upcoming week.
 - Effective temperature, historical usage and pipeline capacity.
- The greater the drop in daily average temperature below zero, the higher the chance of an interrupt.
- Depending on these factors, Alliant Energy may issue an advance warning of a possible interruption.



Program event requirements

- Participants will discontinue usage of natural gas during an interruptible event. Alliant Energy **does not** shut off a customer's natural gas.
 - Customers may use 10 therms (1 Dth) per event.
- Alliant Energy will give a minimum of two hours advance notice.
- Each gas interrupt event runs a minimum of 24 hours.
 - Events start at 9 a.m. and end at 9 a.m. the following day.
 - Multiple days in a row and weekends are possible.
- Meters are read after the start of an event and before the end of an event.
- Program does not allow waivers for non-compliance.

Is this program right for your company?


- Participants must discontinue usage of natural gas during an interruptible event or face a two tier penalty.
 - Customers may use 10 therms (1 Dth) per event.
 - Possible pipeline penalties also.
- If a customer doesn't have back up fuel or an alternate heating system, they take a chance of damage to their equipment.
- Each gas interrupt event runs a minimum of 24 hours.
 - Generally this occurs during the coldest days of the year.
 - Multiple days in a row and weekends are possible.
- Program does not allow waivers for non-compliance.

Communicating an interrupt event

- At the **start** of an event Alliant Energy will:
 - Update the interruptible website at *alliantenergy.com/interrupteventstatus*
 - Update the hotline (800-241-0588)
 - Send interrupt notification to participants
 - Confirm receipt of notifications
- At the **end** of an event Alliant Energy will:
 - Send end/return to normal operating notification
- All customer contacts are sent notifications

Customer contacts

- All customer contacts have the option to receive notification via phone, cell, text, fax and email.
- Customer must acknowledge receipt of notification by phone or cell.
- To update contacts, please get in touch with your account manager.



2017-18 GAS INTERRUPT CONTACT UPDATE SHEET

CUSTOMER: ACME ABC
STRATEGIC ACCT MGR: Doug Peyton **No Changes**
WAVE NUMBER: 1G Sign, date, and return as instructed below
ACCOUNT NUMBER: 6434300000

Please update and return via fax to Doug Peyton at 319-786-4714 or email interruptible@alliantenergy.com by Dec 1, 2017.

GAS INTERRUPT EVENT CONTACTS - The program requires at least one of the contact methods be to a telephone line that is available 24 hours a day and operational in the event of a power outage

NAME		PHONE			EMAIL	TEXT	HOME PHONE
FIRST	LAST	WORK	CELLULAR	FAX			
Adam	Ant	608-386-2000	515-330-2200	517-862-3600	A.ant@email.com		
Betty	Bug	608-386-2001		517-862-3600		515-630-6300	
Catie	Catman	608-386-2002	515-330-2202	517-862-3600	C.catman@email.edu		
Darryl	Duckworth	608-386-2003	515-330-2203	517-862-3600			

PRIMARY CONTACT FOR FUTURE LETTERS INCLUDING YEARLY CONTRACT RENEWALS (DECISION MAKER) - If this individual(s) should also be notified in the event of an Gas Interrupt, please add their information to the "Gas Interrupt Event Contacts" above.

NAME		PHONE			EMAIL	TEXT	HOME PHONE
FIRST	LAST	WORK	CELLULAR	FAX			
Catie	Catman	608-386-2002	515-330-2202	517-862-3600	C.catman@email.edu		

Customer Signature _____



Penalties for non-compliance

- A **one-time penalty** for using any natural gas over the allotted ten therms (1 Dth) per day at \$1 per therm.
- Customers can be assessed a one-time penalty for each event for non-compliance.
- In addition, there is a **monthly overrun charge** applied for usage in excess of customer's contract demand.
 - 12 months
 - Overrun charge is figured by multiplying therms over by demand charge.

Gas Interruptible Program Outreach and overview

- Program communications
 - December 13 – Customer letter to update contact information
 - January 10, 2019 – Customer communication test at 10 a.m.
- Overview of 2018
 - Wave 1G was called for three consecutive days Dec 30 – Jan 2
 - Wave 2G was called for two consecutive days Dec 31 – Jan 2
 - Waves 3G, 4G and 5G were not called

Questions?

Contact:

- Your key account manager
- Business Resource Center
 - 8 a.m. to 5 p.m. CST Monday through Friday
 - 1-866-ALLIANT (866-255-4268)
- Email us at businesscenter@alliantenergy.com