Due to expected colder-than-normal weather, Peoples Natural Gas Company LLC ("Company" or "Peoples" is issuing an Operational Flow Order for Gas Days February 16th through 20th.

During this OFO, Peoples is requesting that throughout the Gas Days, Natural Gas Suppliers maintain sufficient gas supplies to match their P1 Pool, NP1 Pool, and Direct End Users' daily target.

As of right now, but subject to change, NP1 pools will still have access to any balancing volumes purchased from Peoples.

This action is pursuant to Section 4 of the Rules and Regulations of Peoples' Supplier Tariff. Peoples will monitor compliance through the confirmation process and if Suppliers or a Supplier's agent fails to comply with the terms of this OFO, that Supplier may be subject to incremental charges equal to:

- 1. the payment of a gas cost equal to the highest incremental cost paid by the Company on the date of noncompliance;
- 2. one month's demand charges and/or otherwise applicable storage and overrun costs. This charge shall not be imposed more frequently than twelve times in any thirty-day period;
- 3. the payment of all other charges incurred by the Company on the date of the OFO shortfall that are associated with the OFO shortfall; and/or
- 4. in the Company's discretion, an appropriate penalty charge, not to exceed \$15/Mcf.

Please contact Transportation Services (<u>PeoplesNGS@peoples-gas.com</u>) should you have any questions. Feel free to reach out to Don Melzer (<u>Donald.a.melzer@peoples-gas.com</u>) for any gate space requests.

Additional details can be found in our Supplier Tariff on our website: https://www.peoples-gas.com/my-account/understand/gas-rates/Supplier-Tariff-S-4---Supplement-No.-2---Compliance1.pdf