## THE

# PATHED NON-THREADED (PNT)

SCHEDULING MODEL

### WHAT IS PNT?

- Pathed Non-Threaded is a scheduling model that allows shippers to nominate a transportation path for their gas from receipt to delivery. Southern Star uses this path and associated shipper defined rankings to schedule gas on the pipe accordingly.
- Southern Star previously used the Non-Pathed scheduling model. Shippers nominated receipts and deliveries as a total. Southern Star then used a pro-rata method to schedule gas on the pipe.
- Priority of service is the first scheduling priority in both models, however the difference is between shipper defined rankings vs. transportation provider pro-rata designation.
- Also, the PNT model gives shippers flexibility and control through the use of pathed nominations and rankings.

#### PNT BENEFITS

#### **Non-pathed Challenges**

#### **PNT Solution**

- Specific markets and supply are not directly tied together making it difficult for Southern Star to follow contractual rights through constraints.
- Use of the Pathed Non-Threaded model allows us to more easily follow not only contractual rights through constraint areas, but it allows the shipper to proactively protect their nominations by utilizing ranks.

• Inconsistent with the industry.

• With most of the industries' pipelines using the Pathed Non-Threaded model, existing and new shippers on Southern Star's system will be more familiar with this model.

- Confirmations are made at a specific Shipper and contract level. This dictates to the shipper which contracts will be scheduled for flow.
- PNT confirmations are made at an aggregate shipper level without the need to detail specific contracts. This allows SSCGP to use rankings set by our shippers to schedule their gas.

#### **EXAMPLE**

#### Non-Pathed Model

#### **PNT Model**

Shipper's Contract = 10,000

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Receipt Loc A = 5,000

Receipt Loc B = 5,000

10,000

Delivery Loc 1 = 2,500

Delivery Loc 2 = 2,500

Delivery Loc 3 = 5,000

10,000

Receipt Loc A = 5,000 Delivery Loc 1 = 2,500

Receipt Loc B = 5,000 Delivery Loc 2 = 2,500

\_\_\_\_\_ Delivery Loc 3 = <u>5,000</u> 10,000 10,000

**Path** 

Receipt Loc A - 2,500 to Delivery Loc 1 - 2,500 Rnk1

Receipt Loc A - 2,500 to Delivery Loc 3 - 2,500 Rnk2

Receipt Loc B - 2,500 to Delivery Loc 2 - 2,500 Rnk 2

Receipt Loc B - 2,500 to Delivery Loc 3 - 2,500 Rnk 1

10,000 10,000

Instructions on how to place specific transaction type nominations can be found under Scheduling Resources in the CSI Resource Library.