

Managing Your Park and Loan Contract (a.k.a. PAL) Frequently Asked Questions

What is Iroquois' PAL service?

Our Park and Loan service allows a shipper to borrow (loan) from or deposit (park) gas into Iroquois' pipeline. Its main purpose is for contract balancing. The availability of park and loan service is dependent on system conditions and Iroquois' ability to offer such service and it changes daily.

How do I get a Park and Loan Contract?

We recommend all Iroquois shippers request a Park and Loan Contract when filling out a **Service Request Form** and that the PAL MBQ be equal to your transport MDQ, but never be less than 500 Dth. The form should then be forwarded to our Contracting and Credit Service Representative, lori_gwilliam@iroquois.com or faxed to (203) 925-7296.

NOTE: If you have a PAL contract and would like to increase your MBQ please contact Lori Gwilliam at (203)925-7229 for an amendment.

Is my PAL MBQ a daily limit like on my transport contract?

No, PAL contracts have an MBQ, Maximum **Balance** Quantity unlike transport contracts that have a MDQ, Maximum **Daily** Quantity. MBQ is the maximum cumulative loan amount you can borrow. It is important for you to select an appropriate MBQ for this contract and to monitor your balance.

How will I know if the PAL service is available?

For daily PAL availability you should contact our Capacity and Asset Optimization Manager, Maria Fairfield, at (203) 944-7004 (AIM: IroquoisMaria) or call (888) IGTS-REP. Available capacity is based on pipeline conditions and will adhere to Iroquois' allocation rules as outlined in Section 4 of the General Terms and Conditions of Iroquois' FERC Gas Tariff.

Do Title Transfers count towards my PAL MBQ?

No, Title Transfers do not count toward your PAL MBQ.

How can I monitor my PAL MBQ?

The best option to check your actual PAL loan balance against your PAL MBQ is to go to IOL and retrieve the PAL Balance Summary Report. This report shows your PAL MBQ and your total and individual parks and loans at each location. It also shows the maximum loan amount available. Contact Jenn Erickson at 203-944-7045 or Helena Clancy at 203-944-7047 for assistance.

What are the rates for Park and Loan on Iroquois?

A Park or a Loan transaction has an injection or withdrawal rate of \$0.002 per dekatherm. PAL balances are calculated daily and the rate for carrying a PAL Balance is \$0.0154 per dekatherm per day.

What will happen if I try to borrow more than my MBQ?

Loan nominations that cause your loan balance to exceed the MBQ will be in failed status and will not be scheduled. Lower the nomination as to not exceed MBQ or contact your account representative.

What can I do to ensure flexibility in paying back my PAL balances?

Sign up for an Iroquois Interruptible contract which offers flexibility when your firm contracts are fully utilized. Please contact Lori Gwilliam at 203-925-7229 for assistance.