



EUCI Presents a Course on:

FERC NATURAL GAS 101

December 8, 2008 • Grand Hyatt Manchester • San Diego, CA

FERC NATURAL GAS 101

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OVERVIEW

FERC Natural Gas 101 provides a comprehensive overview of the agency's impact on the natural gas and LNG industries. This one day course is for those seeking a basic knowledge of FERC's natural gas and LNG policy and regulations, those desiring a refresher course, and those who want to learn about the current hot topics at the agency.

WHO SHOULD ATTEND THIS COURSE

Traders, marketers, managers, members of the financial community, attorneys and anyone else who is interested or has a need to know about the laws governing FERC and its rules, policies and procedures that affect the natural gas and LNG industry. The course will benefit those seeking a basic knowledge of FERC, those desiring a refresher course, and those seeking insight on current agency proceedings involving natural gas and LNG.

WHAT ATTENDEES WILL LEARN

FERC has broad responsibilities in the natural gas industry, including the regulation of LNG facility construction. Attendees will gain an understanding of the nature of the FERC role in the gas industry and how agency actions may affect regulated entities and the marketplace. Recent FERC actions on capacity release, pipeline rate of return, the affiliate conduct rule, market-based rates for interstate natural gas storage facilities, natural gas quality and interchangeability, and other timely issues, will be addressed.

ABOUT THE INSTRUCTOR

William P. Scharfenberg is **Senior Counsel** with **NJR Service Corporation** and has over 19 years of experience in the energy industry. Before joining NJR in January 2007, Mr. Scharfenberg was an energy attorney with the law firm Paul, Hastings, Janofsky & Walker LLP. Prior to that, Mr. Scharfenberg was a principal with the management consulting firm Benjamin Schlesinger and Associates, Inc. where he specialized in strategic analyses and contracting involving major natural gas and electric projects including gas production, storage, pipeline and distribution systems, and gas-fired electric generation.

At NJR, Mr. Scharfenberg is responsible for a range of contractual, regulatory, and transactional matters related to the company's affiliated businesses. At Paul Hastings, Mr. Scharfenberg focused his practice in the energy regulatory and transactions area. He was actively engaged in advising clients on a broad range of regulatory and transactional matters pertaining to both the restructuring of the electric industry, including merchant power issues and open access transmission matters, and a wide range of matters with respect to the gas industry, including gas production, storage, pipeline and distribution systems, and gas-fired electric generation. As a consultant, Mr. Scharfenberg's work included: evaluating gas supply, transportation, delivery and price risks for numerous developers of, and lenders to independent power projects both domestically and abroad, including review of physical and contractual arrangements; forecasting of natural gas prices, supply and demand, and regional basis differentials; and conducting market assessments and competition analyses for firms seeking to acquire, develop, or expand businesses.

Mr. Scharfenberg received his A.B. degree, with honors, from Princeton University in 1989, and his J.D. degree in 1995 from George Mason University School of Law. Mr. Scharfenberg served as a member of the George Mason Independent Law Review. He is a member of the District of Columbia Bar and the Virginia State Bar.



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CPE CREDITS

Upon successful completion of this event, program participants interested in receiving CPE credits will receive a certificate of completion. Course CPE Credits: 9

There is no prerequisite for this conference.

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PROGRAM AGENDA

MONDAY, DECEMBER 8, 2008

8:00 – 8:30 a.m. Registration and Continental Breakfast
8:30 a.m. – 5:00 p.m. Course Timing
12:00 – 1:00 p.m. Group Luncheon

FERC's Role in the Natural Gas Industry

- An Overview of FERC's Primary Responsibilities in the Industry
 - Regulation of pipeline, storage and LNG facility construction
 - Regulation of natural gas transportation and storage in interstate commerce
 - Establishment of rates for services
- Key Federal Statutes
 - Natural Gas Act of 1935
 - Natural Gas Policy Act of 1978
 - Natural Gas Wellhead Decontrol Act of 1989
- Deregulation of Gas Sales
 - Definition of "First Sales" of gas
 - Take-or-Pay debacle
 - Blanket certificates for gas sales
- Natural Gas Market Transparency, Prohibitions on Market Manipulation, Enforcement
 - Anti-market manipulation and anti-fraud rules
 - Price reporting policy statement
 - Transparency provisions of NGA/EPAAct 2005 NOPR
 - Form 552 - Annual Report of Natural Gas Transactions
 - Civil and criminal penalties
- Standards of Conduct
 - Ramifications of D.C. Circuit's rejection of Order No. 2004
 - Standards of Conduct NOPR
 - Possible return of Order No. 497
- Regulation and Restructuring of Natural Gas Transportation
 - NGA Section 7
 - Certificates of public convenience and necessity
 - Blanket certificates and authorization
 - Restructuring and open access under Order Nos. 436/500/636/637
 - No-notice service
 - Flexible receipt and delivery points
 - Capacity release (including new rules under order no. 712)
 - Right of first refusal
- Jurisdictional Issues
 - Gathering
 - Intrastate pipelines
 - Hinshaw pipelines
- Basics of Pipeline Rate Design
 - Firm and interruptible
 - Demand and commodity charges
 - Rolled-in vs. incremental rates
 - Straight fixed variable method
 - Zonal, mileage and postage stamp
 - Negotiated and discounted rates
- Storage
 - New rules on market-based rates
 - Jurisdiction
- LNG
 - Authority under Section 3 of the Natural Gas Act
 - Review processes (NEPA pre-filing and application)
 - Light-handed regulation under Hackberry and EPAAct 2005
 - Policy statement on gas quality and interchangeability
- FERC Rules of Procedure
 - Intervention and protest
 - Hearings and testimony
 - Settlement
 - Rehearing and appeal
- FERC's Role with Future Challenges
 - Greenhouse gas cap-and-trade
 - Carbon capture and sequestration
 - New natural gas infrastructure placement

PROCEEDINGS

The proceedings of the Course will be published and one copy will be distributed to each registrant at the conference.

COURSE LOCATION

A room block has been reserved at the Grand Hyatt Manchester, One Market Place, San Diego, CA 92101, for the nights of December 7-9, 2008. Room rates are \$189, plus applicable tax. Call 619-232-1234 or 800-233-1234 for reservations and mention the EUCI Conference to get the group rate. Make your reservations prior to November 14, 2008. There are a limited number of rooms available at the conference rate. **Please make your reservations early.**

REGISTRATION INFORMATION

REMEMBER, EVERY 4TH REGISTRANT IS FREE

For instant registration, call (201) 871-0474 or fax the Registration Form to (253) 663-7224

Register 3, Send 4th Free!!

Any organization wishing to send multiple attendees to these conferences may send 1 FREE for every 3 delegates registered. Please note that all registrations must be made at the same time to qualify.

All cancellations received on or before November 7, 2008 will be subject to a \$195 processing fee. Written cancellations received after this date will create a credit of the tuition (less processing fee) good toward any other EUCI conference or publication. This credit will be good for six months. In case of conference cancellation, Electric Utility Consultants' liability is limited to refund of the conference registration fee only. For more information regarding administrative policies such as complaint and refunds, please contact our offices at (201) 871-0474

EUCI reserves the right to alter this program without prior notice.

MAIL DIRECTLY TO:

The Power Marketing Association (PMA)
P.O. Box 2303
Falls Church, VA 22042

FAX TO: (253) 663-7224 **PHONE:** (201) 871-0474

PLEASE REGISTER THE FOLLOWING

- FERC Natural Gas 101, December 8, 2008 \$895
Early Bird Before November 26, 2008, \$795
- Registration Fee for Attending FERC Electricity 101 and FERC Natural Gas 101, December 8-10: \$2290,
Early Bird Before November 26, 2008: \$1990

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How did you hear about this event?
(Direct email, Colleague, Speaker(s), etc.)

Name _____ Title _____

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Company _____ Telephone _____

Address _____ City _____ State _____ Zip _____

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