

PSC NO: 9 GAS SECTION: 11 LEAF: 1  
 NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 1  
 INITIAL EFFECTIVE DATE: 05/01/2017 SUPERSEDING REVISION: 0  
 ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 16-G-0257 DATED 04/20/17

## SERVICE CLASSIFICATION No. 11

DEFICIENCY IMBALANCE SALES SERVICE FOR TRANSPORTATION CUSTOMERS

## A. APPLICABLE TO USE FOR:

Sales of Company-owned gas to transportation service Customers to meet requirements in excess of volumes received for the account of Customer and re-delivered by Company pursuant to Customer's Transportation Service Agreement, or in excess of contracted level of standby service under SC 12.

## B. CHARACTER OF SERVICE:

Interruptible sales service available only to the extent that service to Customers under firm sales classifications is not jeopardized or impaired.

## C. RATE:

Rates charged to Customers under this Rate Schedule shall be applied to delivery deficiencies as listed below. Delivery deficiencies shall be equal to any delivery shortfalls between the amount of gas consumed by the Customer during the month less the amount of gas transported to the Customer under the Company's applicable transportation service rate schedules. The percentage deficiencies listed below shall be equal to the Customer's delivery deficiencies divided by the Customer's total monthly consumption.

As applicable for burner-tip deficiency imbalances under Service Classifications referencing SC 11:

Charges for all volumes between 0 – 2% Deficiency Range-	Total Gas Cost Rate per Ccf (Equivalent to Company's Weighted Average Cost of Gas)
Charges for all volumes above 2% Deficiency Range -	
(1) Authorized Periods	
For Ccf deficiency imbalance sales in the months of April through October	110% of the per Ccf Total Gas Cost Rate for the month
For Ccf deficiency imbalance sales in the months of November through March	125% of the per Ccf Total Gas Cost Rate for the month

Issued by C. M. Carlotti, President, 6363 Main Street, Williamsville, NY 14221  
 (Name of Officer, Title, Address)

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## SERVICE CLASSIFICATION No. 11 (Cont'd)

DEFICIENCY IMBALANCE SALES SERVICE FOR TRANSPORTATION CUSTOMERS - Cont'd

## (2) Unauthorized Periods

For Ccf deficiency imbalance sales in the months of April through October	110% of the per Ccf Total Gas Cost Rate for the month plus \$0.70 per Ccf
For Ccf deficiency imbalance sales in the months of November through March	125% of the per Ccf Total Gas Cost Rate for the month plus \$0.70 per Ccf

For all other delivery deficiencies, including City Gate deficiency imbalances (where applicable), the rates set forth at subparagraph nos. (1) and (2) above shall apply for all volumes except during Unauthorized Periods on days when the Daily Index, as set forth in General Information Section 29, exceeds the Total Gas Cost Rate for the month. On these days, the deficiency imbalance sales rate shall be calculated using the Daily Index in place of the Total Gas Cost Rate in subparagraph no. (2) above. Similarly, for months during which an Unauthorized Periods is declared, when the Average Monthly Index, as set forth in General Information Section 29, exceeds the Total Gas Cost Rate for the month, the month end deficiency imbalance sales rate shall be calculated using the Average Monthly Index in place of the Total Gas Cost Rate in subparagraph no. (2) above.

## (3) Increase in Rates in Municipality Where Service is Supplied

All rates and charges under this Service Classification shall be increased pursuant to General Information Section 35 to reflect the tax rates applicable within the municipality where the Customer is taking service.

## D. SPECIAL PROVISIONS:

- (1) Service is subject to the pertinent provisions under General Information Section 20.
- (2) Deficiency imbalances shall be authorized unless the Company issues a Notice of Unauthorized Period, during which period the rates set forth under Paragraph 2, above shall apply. Notice shall be issued in a form and manner to be prescribed by the Company in its sole discretion according to operational considerations.
- (3) A \$7.00 per MCF additional charge during Unauthorized Periods shall be applied to deficiency imbalance volumes exceeding 5% of consumption before trading. The surcharge will be imposed only once per deficiency.
- (4) Charges under this Rate Schedule are in addition to charges under SC 13 or SC 18.

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