..DID: 13254 ..TXT: PSC NO: 8 GAS LEAF: 293 COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 10/01/00 SUPERSEDING REVISION: 1 STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN C. 00-G-0996 DATED 08/24/00. RECEIVED: 09/27/00 STATUS: Effective EFFECTIVE: 10/01/00 SERVICE CLASSIFICATION No. 21

BASIC GAS-FOR-ELECTRIC-GENERATION-SERVICE TARIFF - Continued

- 5. As allowance for losses incurred in the process of delivery, the Customer shall provide the Company with a volume of gas equal to the lesser of one percent (1.00%) or the system average loss factor percentage applied to the amount delivered to the Company on behalf of the Customer.
- 6. The Company reserves the right to suspend its receipt of gas on behalf of the Customer at any location if it believes that such action is required by its obligation to provide safe and adequate service to its Customers.
- 7. The Customer may receive sales service or transportation service from the Company for other gas burning equipment or appliances at the premises. The electric generation facilities and all other facilities must be separately metered. The expense of installing facilities necessary to accomplish such separate metering, along with the electronic equipment necessary to monitor the Customer's daily usage of gas, shall be borne by the Customer.
- 8. The Company shall provide four (4) hours notice that service to the Customer will be interrupted. The notice will be provided to the individual designated by the Customer to receive such notice. The Customer is required to provide the Company with the name and phone numbers of the individual the Company shall contact to inform the Customer of an interruption of service. During a period of interruption, the Customer is prohibited from using gas service for the electric generation facility. If the Customer takes gas service during a period of interruption, the Customer shall pay to the Company an additional seven dollars (\$7) per Mcf for such gas taken during the interruption.
- 9. The Customer is required to provide the Company such information and documentation that the Company reasonably requests to calculate the adjustments to the rate. Such information and documentation shall be provided to the Company, in writing, within thirty (30) days of when the Company makes said request. The Company will provide written notice to the Customer of any adjustment to the rate.
- 10. For Customers that utilize distillate fuel oil as their alternate fuel source or are human needs Customers, on or before November 1 of each year, the Customer is required to:
 - a. be contractually and physically capable and ready to withstand an interruption of utility-provided natural gas sales or delivery service to its facility; or
 - b. maintain alternative fuel supply necessary to meet its operating requirements in the event of interruption hereunder. For purposes of this subsection, alternate fuel supply necessary to meet its operating requirements" shall be provable storage capacity and alternate fuel on hand to withstand interruptions of service for at least ten (10) consecutive days. If a Customer's on-site storage capacity is less than ten (10) days' supply, a full tank will be required plus a showing that firm arrangements have been made to replenish the fuel during winter periods as it nears depletion. Customers will be responsible for subsequent refills from any alternate fuel source not dependent upon spot market purchases.

The Customer shall demonstrate its compliance with this requirement upon the request of the Company. If, as determined by the Company, the Customer is not in compliance with this requirement, the Company shall charge the Customer, in addition to the charges previously specified in this tariff (including any penalty charges for failure to interrupt), a rate equal to 110% of the oil gas equivalent price (as published in the Journal of Commerce) for all usage beginning on November 1 and until the Customer demonstrates compliance. Upon such a demonstration, the additional charge shall end.

Issued by <u>D. F. Smith, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)