..DID: 2708 ..TXT: PSC NO: 8 GAS LEAF: 283 COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 04/01/98 SUPERSEDING REVISION: STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 98-G-0263 DATED 3/19/98. Cancelled by 1 Rev. Leaf No. 283 Effective 05/01/2002 RECEIVED: 03/31/98 STATUS: Cancelled EFFECTIVE: 04/01/98 SERVICE CLASSIFICATION No. 20

DEPARTMENT OF SOCIAL SERVICES TRANSPORTATION, BALANCING AND AGGREGATION - Continued

- 5. DSS Supplier Burner Tip Imbalances
 - a. Definition of DSS Supplier Burner Tip Imbalance

For the Public Assistance Customers included in the DSS Supplier's DSS Service Agreement, ("DSS Group") the Company will net all the imbalances for which the DSS Supplier is responsible pursuant to this Rate Schedule into a single imbalance ("DSS Imbalance").

b. Resolution of DSS Burner Tip Imbalances

The Company will resolve burner tip imbalances through either a rollover to subsequent months or a cash-out. The default method of burner tip imbalances resolution will be cash-out.

(1) Rollover Option

At the close of the billing month, the Company will calculate the DSS Imbalance, as described above, for each DSS Group. The Company shall adjust the applicable ADDQ for the next following month that operating conditions permit, upward to reconcile a net DSS Imbalance deficiency in the billing month, or downward to reconcile a net DSS Imbalance surplus in the billing month.

- (2) Cash Out Option
 - (a) DSS Burner Tip Imbalances Resulting in Net Surplus

For DSS Imbalances which result in a net surplus of volumes of gas by a DSS Group during the month, the Company shall have the right to purchase, without further notice, the amount of surplus at a rate equal to the lowest commodity price the Company offers to pay for monthly spot purchases of gas produced directly into the Company*s system.

(b) DSS Burner Tip Imbalances Resulting in Net Deficiency

For DSS Imbalances which result in a net deficiency of volumes of gas by a DSS Group during the month, the Company shall charge the DSS Supplier under the Standby Sales Service Rate Schedule if the DSS Supplier has entered into a standby service agreement or under the Deficiency Imbalance Sales Service Rate Schedule if the DSS Supplier has not entered into a Standby Sales Service Agreement.

Issued by <u>P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)