..DID: 2050 ..TXT: PSC NO: 8 GAS LEAF: 150 COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 04/01/98 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 150 Effective 08/01/1998 RECEIVED: 01/05/98 STATUS: Cancelled EFFECTIVE: 04/01/98 SERVICE CLASSIFICATION No. 1 (Cont*d)

RESIDENTIAL - Continued

FIXED PRICE OPTION ("FPO"):

ENROLLMENT -

When available, the FPO shall be offered to all customers under Service Classification Nos. 1, 2 and 3. Each year the FPO is offered, an enrollment period shall commence on or about October 1 and shall end on the late payment date for the last control (billing) cycle in October. The FPO shall be applied to participating customers' bills for a five-month period beginning in December and ending in April. Customers shall be notified of the FPO by newspaper publication and/or bill insert, or such other cost-effective means as determined by the Company upon consultation with the Public Service Commission, Consumer Services Division. Enrollment shall be limited to the total number of customers that can be served, based upon the Company's forecast load requirements, from the pool of supply secured under dedicated fixed price contracts included in the Company's gas portfolio for the winter period, but in no case shall the FPO be offered to less than ten percent (10%) of customers by each qualified service class. That number shall be reported to the Consumer Services Division prior to the commencement of the enrollment period.

AGREEMENT -

Customers who elect to enroll in the FPO program shall be required to execute an election form, a sample of which is set forth at General Information Section 34. The election form shall be a binding agreement between the Company and the participating customer for the term of the FPO.

WEATHER NORMALIZATION ADJUSTMENT:

Residential rates shall be subject to a refund/surcharge per 100 cubic feet as set forth in Section 36, General Information.

TAKE OR PAY RECOVERY:

Residential rates shall be subject to a surcharge per 100 cubic feet as set forth in Section 38, General Information.

INCREASE IN RATES IN MUNICIPALITY WHERE SERVICE IS SUPPLIED:

The rates and charges under this Service Classification including charges specified under Special Provisions of this Service Classification, Gas Adjustment and Minimum Charge shall be increased pursuant to Section 35, General Information, to reflect the tax rates applicable within the municipality where the customer is taking service.

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