

..DID: 2178
..TXT: PSC NO: 8 GAS LEAF: 26
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 04/01/98 SUPERSEDING REVISION:
STAMPS:
Cancelled by 1 Rev. Leaf No. 26 Effective 06/01/1999
RECEIVED: 01/05/98 STATUS: Cancelled EFFECTIVE: 04/01/98
GENERAL INFORMATION (Cont*d)

II. 2.c. CONTINUED

- Cost of gas will include the GRT plus the seasonal factor (either 110% in the non-winter months or 125% in the winter months) included in the SC 11 rate.
- * The three month maximum consumption for each customer of the CBA or STBA will be identified and multiplied by the corresponding cost of gas to determine the Applicant's total potential liability.
- * For Suppliers under Service Classification No. 19 who bill their customers for transportation service provided by the Company, the amount required for security may be correspondingly adjusted to include the cost of transportation.
- * Monthly reviews will be provided, based upon any changes which may affect the Company's risk exposure.

Payment of Security:

Payment of security deposits can be made by cash or acceptable form of security such as Letter of Credit or Surety Bond. Cash security deposits will be paid interest at the Other Customer Capital rate set by the New York State Public Service Commission. Responsibility for and expenses incurred in the procurement of a Letter of Credit are subject to requirements and/or negotiations with the Applicant's individual bank. Expenses associated with the procurement of a Surety Bond are subject to the requirements of the individual insurance company. In addition, the Company may in its sole discretion accept an agreement setting special operating standards ("Operational Default Agreement") and/or an Escrow Account Agreement in exchange for reducing the level of security otherwise required.

d. Meter Location

Meters shall be located in reasonably accessible and convenient positions as determined by the Company. If at any time after installation of a meter the Company determines that the meter is not in a reasonably accessible, convenient or safe location, the Company shall have the right to move the meter and other facilities to a suitable location at the expense of the property owners.

e. Inspection

Upon application and/or indication of leakage, the Company may inspect all house lines, piping and connections in which gas supplied by the Company is to be used and no gas will be supplied until any and all defective conditions are corrected to the satisfaction of the Company.

f. Refusal of Service

The Company may decline to serve an applicant (1) until he has

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