

PSC NO: 9 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 05/31/2016

SECTION: 0 LEAF: 73
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION (Cont'd)

II.20.C. – Cont'd

- c. In the event that the Commission places restrictions on the Company's sale of gas to its customers, the Company will penalize EEG customers for excessive usage. Excessive usage will occur when the customer exceeds his or her existing annual limitation for other uses plus an annual EEG allotment allowing one-half hour testing each week and estimated use during verifiable power outages.

Usage over this new annual limitation will be billed, where appropriate, at the maximum tariff penalty for unauthorized use.

D. Right to Restrict Use

In addition to the foregoing, the Company reserves the right to further restrict the use of gas:

- (1) By industrial and/or commercial customers insofar as necessary to permit the supplying of reasonable demands for domestic consumption, or
- (2) For electric generation facilities, restrict access to imbalance gas as described in the New York Independent System Operator, Inc. ("NYISO") Market Administration and Control Area Services Tariff Section 23.3.1.4.6.2.1.1, i.e. restrict consumption of gas in excess of the amount delivered to the Company for the electric generation facility as determined on an hourly basis, insofar as necessary to permit the supplying of reasonable demands for domestic consumption, or
- (3) To comply with the requirements of the Company's wholesale suppliers or the orders of the Public Service Commission. Industrial and/or commercial consumption is defined as the use of gas in factories, mercantile or business establishments, and schools as shall be determined by the Company upon survey, except public service corporations who intend to resell such gas.

E. Operational Flow Orders

During any period in which the Company determines, in its sole discretion, that its ability to accommodate imbalances is restricted or impaired, or in order to maintain system operational integrity, an Operational Flow Order ("OFO") shall be issued on a minimum 24 hours notice.

- (1) City Gate deliveries shall be restricted during OFO periods as follows:

a. Overdelivery OFO

Overdelivery OFOs will be issued to restrict overdeliveries at the City Gate. During such a period, nominations that exceed the applicable DDQ or ADDQ by 2% shall be rejected.

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