

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

SECTION: 16 LEAF: 3
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 16 (Cont'd)

BYPASS RESPONSE - INDIVIDUALLY NEGOTIATED CONTRACTS FOR TRANSPORTATION
SERVICE FOR CUSTOMERS OPERATING LARGE COGENERATION FACILITIES - Cont'd

K. TERMS OF PAYMENT:

All bills are due and are subject to a late payment charge in accordance with the provisions of General Information Section 8.E.

L. MINIMUM MONTHLY BILL:

None.

M. REVENUE CREDIT:

All gas transported under this Service Classification shall be subject to the Revenue Credits identified in the Statement of Revenue Credits filed with the Commission.

N. MINIMUM CONTRACT VOLUME:

The "Minimum Contract Volume" shall be 200,000 Mcf annually. If the Customer's consumption, subject to the transportation rate ("transportation consumption"), during the term of the Transportation Service Agreement is less than 200,000 Mcf annually, the Customer will be charged the difference between 200,000 Mcf annually and the Customer's transportation consumption during said term, multiplied by the applicable Transportation Rate.

O. CHARGES FOR BURNER TIP SURPLUS IMBALANCES:

As used in this Rate Schedule, "surplus imbalances" shall mean the cumulative amount by which the volume of gas delivered, since the commencement of transportation service by the Company for the Customer under any rate schedule, to the Company for the Customer's account, after adjustment for line losses and after elimination of volumes purchased from the Customer by the Company, exceeds the total amount of transportation service volumes taken by the Customer from the Company under any Rate Schedule since the commencement of transportation service for the Customer by the Company. Such cumulative surplus imbalances will reflect any Exchange of Net Imbalances, as described below, and shall be computed as of the end of each billing month.

If, at the end of any billing month, the Customer has a surplus imbalance, i.e. deliveries in excess of the volume of SC 16 service gas transported to the Customer by the Company during the billing month, the Customer shall be charged for such surplus imbalances. The surplus imbalance rates for this Service Classification are provided in General Information Section 38.A.

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