

PSC NO: 9 GAS SECTION: 14 LEAF: 1  
 NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 1  
 INITIAL EFFECTIVE DATE: 05/01/2017 SUPERSEDING REVISION: 0  
 ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 16-G-0257 DATED 04/20/17

## SERVICE CLASSIFICATION No. 14

SALES SERVICE FOR TRANSPORTATION CUSTOMERS

## A. APPLICABLE TO USE FOR:

Sales of Company owned gas to transportation service Customers.

## B. CHARACTER OF SERVICE:

Sales service available to transportation Customers that have entered into a sales service contract with the Company. Whether such sales service is firm or interruptible and the degree to which such service is firm or interruptible shall be determined in the sales contract between the Company and the Customer. The default level of service will be interruptible sales service.

## C. RATE:

## (1) Sales Service Rate

The maximum default Sales Service Rate ("SSR") per Ccf consumed during the billing month shall be as listed below:

For Ccf of Sales Service in the months of April through October	110% of the per Ccf Total Gas Cost Rate for the month
For Ccf of Sales Service in the months of November through March	125% of the per Ccf Total Gas Cost Rate for the month

The Company may establish a lower default rate to be in effect during the month provided that the Company files the lower default rate with the Department of Public Service, not less than three (3) business days prior to the beginning of the month for which the rate will be in effect. Provided, however, that the Company may increase said lowered default rate up to the maximum default rate at any time during the month twenty four hours after providing the Department of Public Service notice of such increase.

The Company and the Customer may negotiate a lower SSR than listed above on mutual agreement between the Company and the Customer.

The Company and the Customer may also negotiate a fixed SSR for more than a single month. To the extent that the Company and the Customer have negotiated an SSR to be in place for more than one month, the SSR in subsequent months of the term of the negotiated contract between the Company and the Customer may exceed the maximum default SSR effective during any month.

The Company may also establish rates lower than the ceiling rates specified above for specific groups of Customers provided that the Company files the qualification criterion and the applicable rate with the Department of Public Service, not less than three business days prior to the beginning of the month for which the rate will be in effect. Provided, however, that the Company may increase said lowered default rate up to the maximum default rate at any time during the

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

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## SERVICE CLASSIFICATION No. 14 (Cont'd)

SALES SERVICE FOR TRANSPORTATION CUSTOMERS - Cont'd

month twenty four hours after providing the Department of Public Service notice of such increase.

The Company may enter into at its sole discretion streaming arrangements with individual Customers or groups of Customers as defined in the Commission's Opinion No. 94-26 where non-participants would be worse off without the streaming transaction. Streaming arrangements may be entered into with Customers that are potential bypass Customers or where alternate fuel is installed and workable at the Customer's site. A demonstration of the alternate fuel operation must be performed with a Company representative present.

## (2) Miscellaneous Surcharges

## a. Increase in Rates in Municipality Where Service is Supplied

All rates and charges under this Service Classification shall be increased pursuant to General Information Section 35, to reflect the tax rates applicable within the municipality where the Customer is taking service.

## D. CONTRACT TERM:

The term of the contract shall be negotiated between the Customer and the Company.

## E. SPECIAL PROVISIONS:

- (1) To the extent that gas supply over and above the SC 1, SC 3, SC 4, SC 5, SC 6, and SC 7 service requirements and existing contracted firm transportation requirements is not available to the Company at a price less than or equal to the default rate, the Company is under no obligation to enter into any new Sales Service Agreements or renew existing Sales Service Agreements at the end of their term.
- (2) Nominations. Customer receiving service at any non-default rate herein must nominate the level of service requested. If the Customer will be transporting gas supplies during the month from third party sources in addition to the volumes transported under this Rate Schedule, Customer must nominate the level of default rate or negotiated sales service to be received under this Rate Schedule.
- (3) Charges under this Service Classification are in addition to charges under SC 13 or SC 18 or other applicable rates, charges or schedules.
- (4) For purpose of reference, the Company will continue publishing on a monthly basis the equivalent of the "Company Cost of Gas" which is the weighted average commodity cost of gas delivered to the Company through upstream pipelines as calculated in the Company's monthly gas supply charge under General Information Section 19 above.

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