PSC NO: 9 GASSECTION: 0 LEAF: 131NATIONAL FUEL GAS DISTRIBUTION CORPORATIONREVISION: 3INITIAL EFFECTIVE DATE: 12/01/2018SUPERSEDING REVISION: 2ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 14-M-0565 DATED 02/17/17

GENERAL INFORMATION (Cont'd)

II.38.B.(1). - Cont'd

(2) For the Adjustment Items designated in the table below, the rates for Service Classifications references in Section 38.B.(1). shall reflect the following rates:

| Adjustment Item | Description | Rate per ccf | Rate per Mcf |
|--------------------------------|----------------------------------|-------------------------|-------------------------|
| Reserve Capacity Cost (RCC) | Base RCC (except as noted below) | 0.018730 | 0.187300 |
| | SC 18 TC-4.0 Base RCC | 0.003419 | 0.034190 |
| | SC 13 Base RCC | 0.001291 | 0.012910 |
| | SC 13 TC-4.0 Base RCC | 0.000611 | 0.006110 |
| | Reserve Capacity Cost Adjustment | Monthly RCC | Monthly RCC Statement * |
| PSC Assessment | | | |
| Charge | Refund/Surcharge | Monthly DAC | Statement * |
| Low Income Service | | | |
| Tracker | Refund/Surcharge | Monthly DAC | Statement * |
| System Performance | | | |
| Adjustment Mechanism | Refund/Surcharge | Monthly DAC Statement * | |
| Upstream Transition | | | |
| Cost Surcharge | Surcharge | Monthly DAC | Statement * |
| Intermediate Transition | | | |
| Cost Surcharge | Surcharge | Monthly DAC Statement * | |
| R & D Surcharge | Refund/Surcharge | Monthly DAC Statement * | |
| Lost Revenue Recovery | | | |
| Charge | Surcharge | Monthly DAC | Statement * |
| Merchant Function | | | |
| Charge | Surcharge | Monthly MFC | Statement * |
| Records and Collections | | | |
| Charge | Surcharge | Monthly MFC | Statement * |
| Storage Inventory | | | |
| Charge | Refund/Surcharge | Monthly DAC | Statement * |
| Conservation Incentive | | | |
| Program Cost Recovery | | | |
| Mechanism | Refund/Surcharge | Monthly CIP S | Statement * |
| Revenue Decoupling | | | |
| Mechanism | Refund/Surcharge | Monthly DAC | Statement * |
| 90/10 Symmetrical | | | |
| Sharing Mechanism | Credit | Monthly DAC | Statement * |
| Tennessee Pipeline | | Monthly DAC | Statement - |
| PCB Clean Up Costs | Refund/Surcharge | Workpapers* | |
| Statewide Low Income | | | |
| Program Discounts | Credit | Monthly SLIP | Statement* |

* The rate units are provided in the applicable Monthly Statements.

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