PSC NO: 9 GAS SECTION: 18 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. 18

MONTHLY METERED TRANSPORTATION (MMT) SERVICE

A. APPLICABLE TO USE FOR:

Transportation of Customer-owned gas on behalf of a Supplier that has met the qualifications of service under SC 19, Transportation, Balancing, and Aggregation Service.

For non-critical Customers with an annual consumption greater than 5,000 Mcf per year under a single account where the Customer totally revokes its status as a firm Customer under SC 1 and SC 3.

For critical Customers (any buildings heated solely by natural gas where persons reside, including apartment houses, prisons, dormitories, nursing homes, hospitals, hotels and motels), with an annual consumption greater than 5,000 Mcf per year under a single account where the Customer totally revokes its status as a firm sales Customer under SC 1 and SC 3, and has contracted for Standby Service to meet the entire needs of its facility.

B. CHARACTER OF SERVICE:

Transportation of gas to Customers. A Customer heating any building solely by gas where persons reside, including apartment houses, prisons, dormitories, nursing homes, hospitals, hotels, and other buildings where persons may dwell on a permanent basis shall only be allowed firm service under this Rate Schedule. The default level of service will be firm transportation service. Except insofar as the Customer contracts for Standby Service or Firm Transportation Sales Service with respect to identified gas burning equipment, the Company has no obligation to secure gas supplies on behalf of the Customer, and the Customer will be permitted to draw upon the Company's gas supply only to the extent that the Company permits authorized deficiency imbalances. The Customer's ability to elect Sales Service under SC 1 and SC 3 upon termination of the transportation service hereunder will be subject to the availability of sufficient system gas supplies.

For Customers with an annual consumption greater than 55,000 Mcf per year under a single account, the Customer must have installed the necessary electronic equipment, acceptable to the Company on the meters for the Customer's account, which allows the Company to monitor the Customer's daily usage of gas. The Customer is responsible for the operating costs associated with any third-party telecommunication or meter data collection services necessary for the Company to provide service. These cost responsibility requirements also apply to Customer with an annual consumption between 5,000 and 55,000 Mcf per year under a single account who volunteer for installation of such equipment.

Customers with an annual consumption less than 55,000 Mcf per year that volunteered for installation of the necessary electronic equipment that allows the Company to monitor the Customer's daily usage of gas, may request removal of the equipment.

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NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 1

INITIAL EFFECTIVE DATE: 05/01/2017 SUPERSEDING REVISION: 0

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SERVICE CLASSIFICATION No. 18 (Cont'd)

MONTHLY METERED TRANSPORTATION (MMT) SERVICE - Cont'd

C. RATES:

(1) Minimum Charge

The monthly minimum Charge ("MC"), which includes the transportation charge for the first Mcf of gas transported by the Company and a billing charge for applicable to Customers, is provided in General Information Section 38.A. and is applicable to Customers based upon classifications contained therein.

(2) Transportation Charge

The default Transportation Charge ("TC") rate per Mcf for all volumes over 1 Mcf delivered to the Customer is provided in General Information Section 38.A. and is applicable to Customers based upon classifications contained therein.

Rates lower than and terms different than the rates and terms shown on this Schedule may be negotiated with the Company. Any such negotiated rates and terms shall be specified in a Transportation Service Agreement. The minimum rate level which may be established in negotiations is \$0.1000 per Mcf.

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 criteria and the applicable 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 minimum rate level which may be established in negotiations is \$0.1000 per Mcf.

(3) City Gate Balancing

City Gate imbalance rules are governed by the terms of SC 19.

a. Operational Flow Order ("OFO"):

The Company reserves the right to declare OFOs as described in General Information Section 20.E.

(4) Miscellaneous Surcharges

a. All gas delivered under this Service Classification shall be subject to surcharges, refunds or adjustments as set forth in General Information Section 38.B.(2).

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NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 1
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ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 16-G-0257 DATED 04/20/17

SERVICE CLASSIFICATION No. 18 (Cont'd)

MONTHLY METERED TRANSPORTATION (MMT) SERVICE - Cont'd

(5) Discount for Business Development Rate Customers

Base rates applicable to Customers who have qualified for the Business Development Rate under SC 3 will be discounted as provided in General Information Section 38.A.

(6) Discount for Certain Economic Development Zone and Excelsior Program Rate Customers

Base rates applicable to Customers who have qualified for the Economic Development Zone and Excelsior Program Rate under SC 3 will be discounted as provided in General Information Section 38.A.

Revocation of firm sales status pursuant to this Service Classification will not disqualify a Customer from eligibility for Economic Development Zone and Excelsior Program rates.

D. DELIVERY COSTS INCURRED BY THE COMPANY:

In the event that the provision of transportation service to the Customer requires the Company to engage the services of other transporters of gas, an amount reflecting the costs incurred by the Company will be added to the applicable rate.

E. APPLICATION OF CONSUMPTION:

Customer's monthly consumption will be applied first to the Customer's nominated monthly firm transportation sales requirement, second to excess Customer deliveries from prior months, third to current month third party transportation deliveries, and fourth volumes up to contracted monthly standby service. Volumes consumed in excess of the above will be billed pursuant to the Deficiency Imbalance Sales Service for Transportation Customers Rate Schedule.

F. 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.

G. MINIMUM MONTHLY BILL:

The minimum monthly bill will be the appropriate minimum charge as provided above.

H. UPSTREAM CAPACITY REQUIREMENTS:

Except where the transportation Customer has installed the necessary equipment which allows the Company to monitor the Customer's daily usage of gas, the Customer shall arrange for supply to be delivered, either directly or by displacement, on a firm basis for the entire route from the point of production to the Company's distribution system throughout the term of the Service Agreement.

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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. 18 (Cont'd)

MONTHLY METERED TRANSPORTATION (MMT) SERVICE - Cont'd

- I. SPECIAL PROVISIONS:
- (1) The expense of installing facilities necessary to receive and meter gas delivered by or for the account of Customer shall be borne by the Customer.
- (2) Deliveries by or for the account of the Customer will be subject to the availability of sufficient pipeline capacity and will be made against line pressure at a maximum pressure to be designated by the Company from time to time in its sole discretion. Gas has delivered to the Company shall not be compressed except where specifically permitted by the Company.
- (3) Gas delivered by the Customer must satisfy the quality specifications set forth in the Transportation Service Agreement. Deliveries must be made at an appropriate Company facility located within the Territory described in Part I of this Schedule, or at another point or points acceptable to the Company.
- (4) Burner tip imbalance rules shall be governed by the terms of SC 19.
- (5) As allowance for losses incurred in the process of delivery, the Customer shall provide the Company with a volume of gas equal to purchase method factor of adjustment in General Information Section 38.B.(3). of the amount delivered to the Company. For transportation of gas purchased by the Customer from the Company under SC 11, SC 12 and SC 14, such allowances shall be recovered through the rate charged under SC 11, SC 12 and SC 14 and shall not be charged again under this Rate Schedule.
- (6) The Company reserves the right to suspend its receipt of gas on behalf of the Customer at any location if it believes that such action is required by its obligation to provide safe and adequate service to its Customers.
- (7) The Customer may reserve firm sales or standby status with respect to separately metered gas burning equipment identified in the Transportation Service Agreement. The expense of installing facilities necessary to accomplish such separate metering shall be borne by the Customer.
- (8) The initial term of the Service Agreement for default-rate service hereunder shall be one year, renewable annually for successive one-year terms unless cancelled by default of any terms or conditions hereof, or by the Customer upon 60 days written notice prior to the end of a term, or otherwise by mutual agreement.
- (9) Transportation Service Agreement Waiver. By taking service hereunder, Customers consent to terms and conditions governing transportation service under this Service Classification and General Information. Under standard terms and conditions, for Customers obtaining service at ceiling rates, a Customer Enrollment as described in UBP Appendix No. 2, Section 5.D (or its successor) shall be accepted in lieu of a Transportation Service Agreement for Customers in a Supplier Transportation, Balancing and Aggregation group under SC 19.

PSC NO: 9 GAS SECTION: 18 LEAF: 5

NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 1
INITIAL EFFECTIVE DATE: 01/25/2018 SUPERSEDING REVISION: 0

ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 16-G-0257 DATED 04/20/17

SERVICE CLASSIFICATION No. 18 (Cont'd)

MONTHLY METERED TRANSPORTATION (MMT) SERVICE - Cont'd

- (10) If an electric generation Customer takes gas service for delivery during a period of interruption, the Customer shall pay to the Company an additional twenty-five dollars (\$25) per Mcf for such gas taken during the interruption period.
- (11) Existing electric generation Customers that fail to comply with an interruption, and new electric generation Customers, shall install and pay for remotely operated valves or other equipment that is functionally equivalent to a remotely operated valve, including the cost of installing telemetric equipment for monitoring purposes.
- J. INCREASE IN RATES IN MUNICIPALITY WHERE SERVICE IS SUPPLIED

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