..DID: 19627 ..TXT: PSC NO: 8 GAS LEAF: 240 COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 09/23/02 SUPERSEDING REVISION: 1 STAMPS: Cancelled by 3 Rev. Leaf No. 240 Effective 03/22/2003 Effective date postponed to 03/22/03. See Supplement No. 9, 8, 7, 6 RECEIVED: 06/21/02 STATUS: Cancelled EFFECTIVE: 03/22/03 SERVICE CLASSIFICATION No. 16 (Cont'd)

# BYPASS RESPONSE - INDIVIDUALLY NEGOTIATED CONTRACTS FOR TRANSPORTATION SERVICE FOR CUSTOMERS OPERATING LARGE COGENERATION FACILITIES - Continued

4. the Company has determined that bypass of the Company is a real possibility.

#### RATE: (per month)

The rate and terms shall be the subject of a special contract negotiated between the Company and the Customer.

Negotiated Contracts at similar overall terms shall be available to all similarly situated Customers.

## MINIMUM RATE:

A rate sufficient to recover all incremental costs over the term of the contract plus a reasonable contribution to overall system costs.

### MAXIMUM RATE:

SC 13 Transportation Ceiling Rate.

The Company may establish rates above the ceiling rates specified above for individual Customers participating in the Company's Partnership for DG Pilot Program as specified under General Information Section 44 of this tariff.

# TAKE OR PAY RECOVERY:

Transportation rates shall be subject to a surcharge per Mcf as set forth in Section 38, General Information.

Specific mechanisms for the collection (or refund) of Pipeline Supplier Take or Pay Expense Recovery Surcharge shall be a subject to be detailed in the Transportation Agreement.

Issued by <u>D. F. Smith, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)