

..DID: 10235
..TXT: PSC NO: 8 GAS LEAF: 274
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 6
INITIAL EFFECTIVE DATE: 11/01/99 SUPERSEDING REVISION: 5
STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 97-G-1380 DATED 08/19/99.
Cancelled by 7 Rev. Leaf No. 274 Effective 05/01/2000
RECEIVED: 10/12/99 STATUS: Cancelled EFFECTIVE: 11/01/99
SERVICE CLASSIFICATION No. 19 (Cont'd)

SUPPLIER TRANSPORTATION, BALANCING AND AGGREGATION - Continued

2. City Gate Imbalance Charges

The sum of City Gate underdelivery charges specified in the Special Provisions Section.

3. Exchange Fee

The Company will charge the Supplier an exchange fee of \$0.05 per Mcf for each Mcf transferred from and \$0.05 per Mcf for each Mcf transferred to an STBA or CBA Group.

4. STBA Delivery Charge

For each Mcf of net surplus imbalance gas, which exceeds the surplus imbalance tolerance level included in the transportation services of the Supplier's STBA Customers, delivered on behalf of the Supplier for the account of a transportation Customer(s), the Company will charge a rate equal to the interruptible storage rate (on an Mcf basis) which is charged by National Fuel Gas Supply Corporation at the time of delivery.

5. Transition Surcharge

A Transition Surcharge shall be included in Suppliers' bills for service as provided in General Information Section 42.

6. Standby Capacity Insurance Rate

The Standby Capacity Insurance Rate shall be charged during the months of November through March to Suppliers that are utilizing secondary firm capacity to meet the elective upstream transmission capacity requirements as specified in Special Provisions Section 2.c.(4)(i). The amount of the charge shall be calculated monthly on a Supplier's bill based on the amount of a Supplier's extreme peak day ADDQ met by firm secondary capacity multiplied by the Standby Capacity Insurance Rate. The Standby Capacity Insurance Rate shall be calculated monthly and filed with the Company's monthly Statement of Gas Adjustment. All revenues collected through the Standby Capacity Insurance Rate shall be included as purchased gas cost revenue for determining the annual surcharge or refund under General Information Section 19.f. This rate shall be available through March 2000.

7. Standby Insurance Commodity Rate

The Standby Insurance Commodity charge shall be calculated monthly on a Supplier's bill based on the amount of City Gate deficiency imbalances incurred by the Supplier during periods when the Supplier's deliveries on secondary firm pipeline capacity are restricted multiplied by the Standby Insurance Commodity Rate. The Standby Insurance Commodity Rate shall be the Absolute High Price published in Gas Daily's "Daily Gas Price Survey" for the Texas Eastern ELA receipt point on the days that the Supplier's secondary firm pipeline capacity is restricted. This rate shall be available through March 2000.

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