

..DID: 2002
..TXT: PSC NO: 8 GAS LEAF: 94
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 04/01/98 SUPERSEDING REVISION:
STAMPS:
RECEIVED: 01/05/98 STATUS: Effective EFFECTIVE: 04/01/98
GENERAL INFORMATION (Cont*d)

II. 20.e. CONTINUED

or customer*s agent shall be charged the greater of \$10.00 or 125% of the highest per Mcf cost of gas purchased in Company*s gas supply portfolio during the days the OFO is applicable.

- (2) The Company may also issue OFOs which apply to transportation customers receiving daily metered service under SC 13D as follows:

(a) Restriction on Access to Daily Metered Surplus Imbalances

OFOs may be issued to customers receiving service under SC 13D to assure that adequate supplies are delivered to the Company. During such period, SC 13D customers shall not be permitted to use cumulative surplus imbalances to cover daily underdeliveries.

(b) Waiver of Surplus Imbalance Charges for SC 13D Customers

The Company may, in its discretion, waive SC 13D surplus imbalance charges in situations where SC 13D surplus imbalances will assist the Company in meeting the operational needs of the system.

The Company may issue any other OFOs reasonably required to maintain system operational integrity and to assure continued service to its firm sales service customers.

f. Long Term Curtailment of Service

This section applies to long term curtailments, defined as curtailments due to other than force majeure events. For short-term, force majeure interruption, see infra Section II.20.f.(5), Short Term Curtailments.

(1) Company*s Right to Curtail or Limit Service

In the event the Company reasonably foresees an inability to meet the firm daily requirements of its sales customers, the Company shall have the right to curtail or limit any customer*s use of Company-sold gas. The Company shall not incur any liability for any cost, expense, loss or injury which may be sustained by reason of such curtailment or limitation, except as described below.

The Company will provide notice of curtailment by telephone, broadcast media or otherwise according to need. If a customer has been directed to curtail consumption, by telephone or otherwise, and refuses to comply with the directed reductions, the Company may in its discretion charge an additional \$25.00 per Mcf for such unauthorized usage.

Upon the request of the Company, each Supplier serving transportation customers on the Company*s system shall provide to the Company a plan for curtailment of its customers.

Issued by P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203
(Name of Officer, Title, Address)