..DID: 2152 ..TXT: PSC NO: 8 GAS LEAF: 252 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 SERVICE CLASSIFICATION No. 17 (Cont*d)

TRANSPORTATION SERVICE FOR CUSTOMERS OPERATING COGENERATION FACILITIES - Continued

TERMS OF PAYMENT:

All bills are due and are subject to a late payment charge in accordance with the provisions of Section 8.e., General Information.

MINIMUM MONTHLY BILL:

None.

MINIMUM CONTRACT VOLUME:

The "Minimum Contract Volume" shall be 5,000 Mcf annually. If the Customer's consumption, subject to the transportation rate ("transportation consumption"), during the term of the Transportation Service Agreement is less than 5,000 Mcf annually, the Customer will be charged the difference between 5,000 Mcf annually and the Customer's transportation consumption during said term, multiplied by the applicable Transportation Rate.

CHARGES FOR BURNER TIP SURPLUS IMBALANCE:

As used in this Rate Schedule, "surplus imbalances" shall mean the cumulative amount by which the volume of gas delivered, since the commencement of transportation service by the Company for the Customer under any Rate Schedule, to the Company for the Customer's account, after adjustment for line losses and after elimination of volumes purchased from the Customer by the Company, exceeds the total amount of transportation service volumes taken by the Customer from the Company under any rate schedule since the commencement of transportation service for the Customer by the Company. Such cumulative surplus imbalances shall be computed as of the end of each billing month.

If, at the end of any billing month, the Customer has surplus imbalances in excess of 5% of the volume of SC 17 service gas transported to the Customer by the Company in the billing month, the charge for such surplus imbalances up to 29% of the volume of SC 17 service gas transported to the Customer by the Company in the billing month shall be \$0.3053 per Mcf.

For surplus imbalances equal to or more than 29% of the volume of SC 17 service gas transported to the Customer by the Company during the billing month, the charge for such surplus imbalances shall be \$0.5136 per Mcf.

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