Received: 04/22/2002 Status: CANCELLED Effective Date: 05/01/2002

..DID: 18846

..TXT: PSC NO: 8 GAS LEAF: 265

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 3

INITIAL EFFECTIVE DATE: 05/01/02 SUPERSEDING REVISION: 2

STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 00-G-1858 DATED 4/18/02.

RECEIVED: 04/22/02 STATUS: Effective EFFECTIVE: 05/01/02

SERVICE CLASSIFICATION No. 19 (Cont'd)

SUPPLIER TRANSPORTATION, BALANCING AND AGGREGATION - Continued

(b) Assignment of Pipeline (NFGSC EFT) Transmission Capacity One hundred percent (100%) of extreme peak day requirements shall be served through the Company's Enhanced Firm Transportation ("EFT") capacity on NFGSC. The Supplier shall take release of such EFT capacity from the Company at the maximum rate under NFGSC's gas tariff filed with the F.E.R.C. If a Supplier's STBA agreement is cancelled or terminated the Company may recall EFT capacity that has been released to the Supplier.

(c) Waiver of the Intermediate Capacity requirement may be granted to a Supplier upon a showing, to the Company's satisfaction, of comparable replacement capacity.

(3) Elective Upstream Transmission Capacity

The percentage of extreme day requirements to be served by pipeline capacity upstream of NFGSC obtained by the Supplier shall be as determined at Section 2.(2)(a)(i) above. As to such capacity, the following requirements shall apply:

- (i) Supplier must maintain five (5) winter months (November March) of primary firm capacity upstream of NFGSC sufficient to meet Supplier's extreme peak day ADDQ. Supplier shall produce proof of such contracted primary firm capacity to the Company as provided in the Procedures Manual prior to receiving service under this Rate Schedule and must provide such proof whenever the Supplier's extreme peak day ADDQ increases. Capacity must be obtained between the point where gas is produced and the interconnection with released NFGSC capacity as described above. Alternatively, where gas is available at "liquid points," Suppliers are not required to show firm capacity upstream of such points. Acceptable "liquid points" for this purpose are identified in the Procedures Manual.
- (ii) Except as provided in (4)(i), Supplier's capacity must include primary delivery points which coincide with Company's primary receipt rights on the NFGSC capacity retained by the Company. The total primary receipt point rights of elective upstream capacity into NFGSC held by the Company as of the effective date hereof are as follows:

Upstream Pipeline Company Interconnect	Dth Rights
Texas Eastern Transmission Corporation	48,880
CNG Transmission Corporation	83,065
Transcontinental Gas Pipe Line Corporation	17,398
Columbia Gas Transmission Corporation	988
National Fuel Gas Supply Corporation FSS	4,138

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