

PSC NO: 9 GAS	SECTION: 10 LEAF: 1
NATIONAL FUEL GAS DISTRIBUTION CORPORATION	REVISION: 1
INITIAL EFFECTIVE DATE: 05/01/2017	SUPERSEDING REVISION: 0
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 16-G-0257 DATED 04/20/17	

## SERVICE CLASSIFICATION No. 10

TRANSITIONAL PROPANE SERVICE

## A. APPLICABLE TO USE OF SERVICE FOR:

Available for service throughout the territory served under this tariff. The Company will convert and provide propane service to Customers receiving natural gas service in the Company's service territory where the annualized cost of facility replacement is above the current annual revenue received from the existing Customer and the length of facilities required to be replaced is greater than 650 ft., and where such Customers have not chosen to pay the Monthly Facility Replacement Surcharge described in General Information Section 4.D. ("Transitional Propane Customers"). Transitional Propane Customers shall receive service under this rate schedule for a period not to exceed 5 (five) years. At the conclusion of the 5 (five) year service term under this service classification Traditional Propane Customers shall no longer be eligible for and shall not receive gas or propane service from the Company.

## B. CHARACTER OF SERVICE

Propane service sufficient to meet the monthly requirements of the Customer.

## C. RATES AND CHARGES

## (1) Monthly Base Rates

## a. Minimum Charge

Customers receiving service under this rate schedule shall pay a minimum charge equivalent to the minimum charge under the otherwise applicable SC 1 or SC 3 sales rate schedule.

## b. Usage Charges

The usage charges shall be the current usage charges under the otherwise applicable SC 1 or SC 3 sales rate schedule.

## (2) Delivery Adjustment Charge

All gas delivered under this Service Classification shall be subject to surcharges, refunds or adjustments as set forth in General Information Section 38.B.(2).

## D. PROPANE ADJUSTMENT FOR TRANSITIONAL PROPANE CUSTOMERS

Rates for Transitional Propane Customers shall include an annual adjustment equal to: 1) beginning in the second year of service Transitional Propane Customers shall be charged a Propane Adjustment equal to 20% of the difference between the cost of propane and the Company's cost of natural gas included in SC 1 and SC 3 sales rates; 2) beginning in the third year of service Transitional Propane Customers shall be charged a Propane Adjustment equal to 40% of the difference between the cost of propane and the Company's cost of natural gas included in SC 1 and SC 3 sales rates;

Issued by C. M. Carlotti, President, 6363 Main Street, Williamsville, NY 14221  
(Name of Officer, Title, Address)