

PSC NO: 9 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 05/31/2016

SECTION: 0 LEAF: 70
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION (Cont'd)

II.19.I. - Cont'd

Transportation benefits will be further adjusted to reflect the revenue increase associated with sales volume growth caused by migration of transportation customers to sales service. If an individual forecast for the Customer was not included in the volumetric forecast used to design rates and stated and approved by the Commission in its order in Case 16-G-xxxx, actual sales to or transportation for the customer for calendar year 2014 will be applied. Incremental Transportation revenue associated with Customers participating in the Company's "Partnerships for Distributed Generation ("DG"), Natural Gas Vehicle ("NGV") Pilot Programs" and Partnership to Revitalize the Industrial Manufacturing Economy of WNY ("PRIME-WNY") shall be excluded from the calculation of transportation revenues until, the sooner of, such time as the capital cost buy down associated with a Customer participating in the program has been recovered from the Customer's incremental transportation revenue or the term of the agreement with the Customer.

- (5) Ninety percent of the benefits so determined shall be credited (or surcharged if negative) to Customers subject to the monthly gas supply charge and transportation Customers designated in General Information Section 38.B.(1) exclusive of negotiated contracts. The rate of credit (or surcharge) shall be determined by dividing determination period benefits by sales subject to the monthly gas supply charge that are estimated to occur during the refund/surcharge period. Because such estimated sales may prove to be greater or less than actual sales during the refund/surcharge period, a positive or negative balance may exist at the end of such period. Such balance shall be applied to the next following Annual Surcharge or Refund computation pursuant to General Information Section 19.F.

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