

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

SECTION: 0 LEAF: 55  
REVISION: 0  
SUPERSEDING REVISION:

#### GENERAL INFORMATION (Cont'd)

##### II.14. RESALE PROHIBITED

Gas service will not be supplied for resale, remetering (or sub-metering) or other disposition to tenants or occupants except that any customer may furnish gas service for the use of his or her tenants or other occupants provided such customer shall not resell, make a specific charge for, or re-meter (or sub-meter) or measure any of the gas so redistributed or furnished.

Notwithstanding the foregoing and pursuant to the requirements of the Public Service Commission's Order in Case 96-G-0454 Dated September 19, 1997, submetering of gas service to industrial and commercial tenants may be permitted on a case-specific basis with approval of the Commission. Such approval requires the filing of a petition and application with the Commission that sufficiently address the four major areas of concern governing submetering discussed below. Furthermore, the applicant must provide that the conditions preferred in such application will be reiterated and/or incorporated in leases with any submetered tenants prior to any submetering. The petition and application must be served on the Company concurrent with the filing with the Commission, and upon all affected tenants.

A. Safety - A customer petitioning for permission to submeter must ensure that its installation and operation of a gas system will comply with all applicable codes and regulations. The application must also contain the name, address and telephone number of the person or entity responsible for repair, safety and maintenance, and affirm that both tenants and the Company must be furnished with this information or updated information should any of it change. Submeterers of high-pressure piping systems pressurized at 2.0 psi or above must, in addition to the foregoing, identify all personnel installing or maintaining the system, and must provide the Company with evidence certifying that those personnel are trained and qualified to work on high-pressure gas piping. The submeterer must also update the evidence whenever new personnel are assigned to perform installation, repair or maintenance tasks.

B. Rates - Any submeterer must commit to charge gas rates that do not exceed those tariffed by the Company for similar service. Submetering which results in higher rates than those tariffed for end-users will result in review and denial of an application.

C. Other Consumer Protection Issues - Measures are also needed to insure that consumer protections are not sacrificed in a submetering installation. Applications must provide for an effective and objective dispute resolution process. Meter accuracy also must be insured. The submeterer must provide for use of only Commission-approved meter models, and further must devise and adhere to conditions providing for periodic master meter readings and reconciliation of those readings to the submetered customers' meters. Moreover, the application must ensure the calibration of meters any time they are installed or repaired.

D. Utility Concerns - If an application for permission to submeter raises a specific concern, such as lost revenue in a conversion from direct metering to submetering or use of Company-owned facilities, the Company may intervene to request review and propose relief.

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