

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

SECTION: 19 LEAF: 7
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 19 (Cont'd)

SUPPLIER TRANSPORTATION, BALANCING AND AGGREGATION - Cont'd

- 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. GUTC must have a capacity path 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. Supplier's GUTC must include primary delivery points which coincide with Company's primary receipt rights on the NFGSC capacity retained by the Company or the Supplier's GITC.
 - iii. Each April 1, the Company will compare the quantity of extreme day requirements to be served by pipeline capacity upstream of NFGSC for the past thirteen (13) months to identify the Peak Requirement Quantity ("PRQ"). Unless the Supplier elects to reduce its GUTC, there shall be no reduction to the Supplier's GUTC quantity if the PRQ exceeds the quantity of GUTC provided by the Supplier, or if the decrease in PRQ is less than 500 Dth. Otherwise, the Supplier's GUTC quantity will be reduced to the PRQ. In any case, if the Supplier's PRQ is zero (0) Dth, then the Supplier's GUTC shall be reduced to zero (0) Dth. Additionally, if the Supplier has not satisfied Section C.(3).b.i. above in whole or part, the Company will treat such event as a Supplier election to reduce its GUTC and the Supplier's GUTC shall be reduced by the Dth that was not maintained. For each Supplier reduction, the total quantity of GUTC available to the system will be reduced in the same quantity as applicable to the Supplier.
 - iv. A Supplier may not transfer its GUTC to another Supplier unless it accompanies the sale of its entire book of customers.
- c. Grandfathered Intermediate Transmission Capacity
- Prior to September 1, 2007, pursuant to its then effective tariff, the Company granted waiver of the Intermediate Capacity requirement for Suppliers upon a showing, to the Company's satisfaction, of comparable replacement capacity. Such capacity will be grandfathered and capped at a threshold receipt quantity level of 40,745 Dth/day. As to such capacity, the following requirements shall apply:
- i. Supplier's GITC must include primary receipt points which coincide with Company's primary delivery rights on the upstream pipeline capacity retained by the Company or the Supplier's GUTC.

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