

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

SECTION: 19 LEAF: 12
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 19 (Cont'd)

SUPPLIER TRANSPORTATION, BALANCING AND AGGREGATION - Cont'd

G. DISCONTINUANCE OF SERVICE

(1) Discontinuance for Failure to Deliver Daily Quantity

The Company shall have the right to terminate service under this Service Classification to any Supplier that:

- a. fails for any three (3) days to deliver at least ninety-five (95) percent of the applicable ADDQ for the Supplier's STBA Group, measured during a single month period; or
- b. fails, except under force majeure conditions, to deliver natural gas (provides zero quantity) for the Supplier's STBA Group.

Upon termination, Supplier shall be prohibited from receiving service under this Service Classification for a period of not more than three (3) calendar months. In addition, Customers in the Supplier's STBA Group may elect to join an alternate STBA Group, subject to the alternate STBA's approval and satisfaction of an applicable security adjustment, as determined by the Company. This provision does not limit the Company's remedies available under the UBPs.

(2) Discontinuance Procedure

Discontinuance of service hereunder shall be performed according to the procedures set forth in the UBPs.

H. QUALIFIED SUPPLIERS

(1) Service under this Service Classification is contingent upon the Supplier meeting the Company's creditworthiness standards. Applicants for service hereunder will be required to complete a Credit Application for evaluation by the Company based on the criteria set forth in General Information Section 2.C.(8). The results of the creditworthiness checks performed by the Company will be communicated to the applicant within two weeks of the Company's receipt of the properly completed application. For purposes of EDI and creditworthiness requirements, a "Restricted STBA" is an STBA Group that limits enrollments to STBA Customer accounts under common ownership. All Restricted STBAs are also Direct Customers.

(2) The Supplier's application shall certify that a Supplier has secured the consent of each Customer in the Supplier's proposed STBA Group. Upon twenty-four (24) hours notice, Supplier shall produce for Company's inspection evidence of customer consent requested by the Company.

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