Received: 09/24/2010 Status: CANCELLED Effective Date: 02/01/2011

> PSC NO: 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION

INITIAL EFFECTIVE DATE: 01/01/11 SUPERSEDING REVISION: 3

SERVICE CLASSIFICATION No. 11

DEFICIENCY IMBALANCE SALES SERVICE FOR TRANSPORTATION CUSTOMERS

APPLICABLE TO USE FOR:

Sales of Company-owned gas to transportation service Customers to meet requirements in excess of volumes received for the account of Customer and re-delivered by Company pursuant to Customer's Transportation Service Agreement, or in excess of contracted level of standby service under SC 12.

CHARACTER OF SERVICE:

Interruptible sales service available only to the extent that service to Customers under firm sales classifications is not jeopardized or impaired.

RATE:

Rates charged to Customers under this Rate Schedule shall be applied to delivery deficiencies as listed below. Delivery deficiencies shall be equal to any delivery shortfalls between the amount of gas consumed by the Customer during the month less the amount of gas transported to the Customer under the Company's applicable transportation service rate schedules. The percentage deficiencies listed below shall be equal to the Customer's delivery deficiencies divided by the Customer's total monthly consumption.

As applicable for burner-tip deficiency imbalances under Service Classifications referencing SC 11:

Charges for all volumes between 0 – 2% Deficiency Range -

Total Gas Cost Rate per Ccf (Equivalent to Company's Weighted Average Cost of Gas)

LEAF: 200

REVISION: 4

Charges for all volumes above 2% Deficiency Range -

1. Authorized Periods

For Ccf deficiency imbalance sales in the months of April through October

110% of the per Ccf Total Gas Cost Rate for the month

For Ccf deficiency imbalance sales in the months of November through 125% of the per Ccf Total Gas

March

Cost Rate for the month

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