

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 02/13/08
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 06-G-0059 DATED 08/23/07.

LEAF: 96
REVISION: 2
SUPERSEDING REVISION: 1

GENERAL INFORMATION

II. 20.f. CONTINUED

- (g) Firm large commercial and industrial usage requirements with alternate energy capability other than customer requirements for electric power generation and boiler fuel use.
- (h) Firm large commercial and industrial usage requirements for electric power generation or boiler fuel use with alternate energy capability.

Within all categories, curtailment of residential customers would begin only after full curtailment of all commercial and industrial customers in the same category.

Curtailment of all other categories will be on the basis of size, with the largest customers being curtailed first. Failure of the Company to adhere to one or more of the above criteria is not a basis for Suppliers or Direct Customers not to comply with requirements of the curtailment but may provide the basis for a complaint to the Commission regarding the Company's behavior.

- (4) For the purposes of this Section II.20.f., the following definitions shall apply:

Alternate Energy Capability - the ability, on four hours notice, to convert to an alternate fuel or other form of energy, including electric, propane and heating oil, to meet the facility's energy needs served by the Company.

Commercial use - gas usage by customers engaged primarily in the sale of goods or services including, but not limited to, consumption by retail stores, office buildings, institutions, schools and government agencies. Commercial use shall not include use of gas for manufacturing or electric power generation.

Critical service customers - any buildings heated solely by natural gas where persons reside, including apartment houses, prisons, dormitories, nursing homes, hospitals, hotels and motels.

Firm service - transportation or commodity service pursuant to schedules or contracts under which the Company is expressly obligated to deliver specific volumes within a given time period or which anticipates no interruptions except during periods of curtailment hereunder.

Industrial usage - all usage of gas, including utilization for space heating, for the manufacture or processing of goods and materials. Also includes customers who utilize gas for electric power generation.

Interruptible service - service pursuant to schedules or contracts under which the Company expressly or impliedly reserves the option to interrupt, limit or suspend deliveries without declaring a curtailment hereunder.

Issued by R. J. Tanski, President, 6363 Main Street, Williamsville, NY 14221
(Name of Officer, Title, Address)