

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 11/01/03
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 02-M-0515 DATED 04/24/03.

LEAF: 302
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 23 (Cont'd)

DISTRIBUTED GENERATION SERVICE - Continued

B. Applicable to delivery service only Customers.

1. The Customer or Supplier shall be subject to all Special Provisions included in the SC 13M Rate Schedule included herein.

TERM:

The Company and Customer shall enter into a service agreement for a term not less than one (1) year.

UNAUTHORIZED DEFICIENCY IMBALANCE PENALTY:

If any Customer should take during any year a volume of gas in excess of the amount allowable under Section 20 as hereinbefore set forth under General Information, the Customer shall pay to the Company a penalty of \$3 for each Mcf of gas of such excess, which penalty shall be paid in addition to all other charges payable by the Customer hereunder.

The payment of a penalty for authorized deficiency imbalance shall not under any circumstances be considered as giving any such Customer the right to take unauthorized deficiency imbalance, nor shall such payment be considered as a substitute for any other remedies available to the Company against the offending Customer for failure to respect its obligation to adhere to the provisions of its agreement with the Company.

If any Customer should take a volume of gas in contravention of curtailments imposed by the Company as contemplated in Section 20.d. of General Information, the Customer shall pay to the Company an additional penalty of \$7 for each Mcf of such gas taken in violation of such curtailment.

Issued by D. F. Smith, President, 10 Lafayette Square, Buffalo NY 14203
(Name of Officer, Title, Address)