

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: 298
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 23

DISTRIBUTED GENERATION SERVICE

APPLICABLE TO USE OF SERVICE FOR:

Consumption of natural gas by a non-residential Customer where the gas is used directly for distributed generation ("DG") less than 50 megawatts, and the Customer is anticipated to maintain a load factor of 50% or greater for the DG facilities receiving service under this rate.

CHARACTER OF SERVICE:

Customers Purchasing Gas Supply From Company

Continuous, primarily natural gas, minimum B.T.U. content 1,000, normal pressure not less than four (4) inches.

Customers Purchasing Gas Supply from a Marketer

Transportation of Customer-owned gas from a Supplier that has met the qualifications of service under SC 19 Transportation, Balancing and Aggregation Service. Transportation will be on a firm basis from a Company receipt point to the Customer's delivery point.

MONTHLY DELIVERY SERVICE RATES: (per month)

1. Base Rates:

a. For Customers with DG units less than one (1) megawatts

For all consumption per 100 cu.ft.	\$0.097427
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b. For Customers with DG units between one (1) and five (5) megawatts

For all consumption per 100 cu.ft.	\$0.044790
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c. For Customers with DG units greater than five (5) megawatts

i. Demand Charge

Per 100 cu.ft. of Maximum Daily Contracted Demand	\$0.542429
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ii. Volumetric Unit Rate

For all consumption per 100 cu.ft.	\$0.021632
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Issued by D. F. Smith, President, 10 Lafayette Square, Buffalo NY 14203
(Name of Officer, Title, Address)