

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 10/01/03
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 00-G-1858 DATED 9/18/03.

LEAF: 201
REVISION: 3
SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION No. 11 (Cont'd)

DEFICIENCY IMBALANCE SALES SERVICE FOR TRANSPORTATION CUSTOMERS - Continued

3. Increase in Rates in Municipality Where Service is Supplied

All rates and charges under this Service Classification shall be increased pursuant to Section 35, General Information, to reflect the tax rates applicable within the municipality where the Customer is taking service.

SPECIAL PROVISIONS:

1. Service is subject to the pertinent provisions under General Information, Section 20.
2. Deficiency imbalances shall be authorized unless the Company issues a Notice of Unauthorized Period, during which period the rates set forth under Paragraph 2, above shall apply. Notice shall be issued in a form and manner to be prescribed by the Company in its sole discretion according to operational considerations.
3. A \$7.00 per MCF additional charge during Unauthorized Periods shall be applied to deficiency imbalance volumes exceeding 5% of consumption before trading. The surcharge will be imposed only once per deficiency.
4. Charges under this Rate Schedule are in addition to charges under SC 13D or SC 13M.

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