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PSC NO: 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 10/01/04 Status: CANCELLED Effective Date: 01/29/2005

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REVISION: 3 SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION No. 17 (Cont'd)

TRANSPORTATION SERVICE FOR CUSTOMERS OPERATING COGENERATION FACILITIES - Continued

- 3. Gas delivered by the Customer must satisfy the quality specifications set forth in the Transportation Service Agreement. Deliveries must be made at an appropriate Agreement. Deliveries must be made at an appropriate Company facility located within the territory described in Section I of this Schedule, or at another point or points acceptable to the Company.
- 4. Imbalance rules shall be governed under the terms of SC 19.
- 5. As allowance for losses incurred into the process of delivery, the Customer shall provide the Company with a volume of gas equal to 2.0% of the amount delivered to the Company.
- 6. The Company reserves the right to suspend its receipt of gas on behalf of the Customer at any location if it believes that such action is required by its obligation to provide safe and adequate service to its Customers.
- 7. The Customer may receive sales service or transportation service from the Company for other gas burning equipment or appliances at the premises. The cogeneration facilities and all other facilities must be separately metered. The expense of installing facilities necessary to accomplish such separate metering, along with the electronic equipment necessary to monitor the Customer's daily usage of gas, shall be borne by the Customer.

Issued by D. F. Smith, President, 6363 Main Street, Williamsville, NY 14221 (Name of Officer, Title, Address)