

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 10/01/04

LEAF: 210
REVISION: 5
SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION No. 13D (Cont'd)

DAILY METERED TRANSPORTATION (DMT) SERVICE - Continued

5. Index Price

The Index Price for the cash out of imbalances will be established utilizing "DTI South Point" as published in Gas Daily plus transportation costs (including upstream fuel shrinkage) to Company's city gate. For non-business days when no price is published, the price from the most recent day for which a price was published will be utilized. For month-end, the Index will be the average of each day's Index during the month.

6. Miscellaneous Surcharges

a. Take or Pay Recovery

Transportation rates shall be subject to a surcharge per Mcf as set forth in Section 38, General Information.

b. Increase in Rates in Municipality Where Service is Supplied

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

c. Transition Costs associated with FERC Order No. 636

The rates for service rendered pursuant to the Service Classification shall be subject to a monthly transition cost surcharge as described in General Information Sections 19.j. and k.

d. Weather Normalization Adjustment

TC-1.0 rates shall be subject to a refund/surcharge per 100 cubic feet as set forth in Section 36, General Information.

e. Revenue Credit

All gas transported under this Service Classification shall be subject to the revenue credits identified in the Statement of Revenue Credits filed with the Commission.

A credit against Customer bills added under the authority of Case Nos. 00-G-1495 and 00-G-1858, in the annual amount of \$5 million, shall terminate on October 1, 2004, upon the Commission's approval of the Company's filing rebutting the bill credit submitted the preceding June 1.

f. Transition Surcharge

All gas transported under this Service Classification shall be subject to the Transition surcharge as described in General Information, Section 42.

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