

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

LEAF: 189  
REVISION: 7  
SUPERSEDING REVISION: 5

## SERVICE CLASSIFICATION No. 9

SMALL COGENERATION SALES SERVICE

## APPLICABLE TO USE OF SERVICE FOR:

Consumption of natural gas by a non-residential Customer where the gas is used directly in natural gas cogeneration equipment.

## QUALIFYING CUSTOMER:

Customers qualifying for this rate must own or operate a qualifying cogeneration facility as that term is defined in the Public Utility Regulatory Policies Act or the Public Service Law, as amended from time to time. Individual electrical generating units shall not be rated greater than 500 kilowatts.

## MONTHLY DELIVERY SERVICE RATE:

## 1. Base Rates

For all consumption per 100 cubic feet \$0.06677

The non-gas cost of this rate is \$0.05259 per 100 cubic feet. The non-gas cost for this rate is based on an 85% load factor (as calculated based on the demand component and commodity component set forth in SC 5 rate).

## 2. Delivery Adjustment Charge

The Delivery Adjustment Charge shall be the sum of the following elements:

## a. Revenue Credit

All gas delivered 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.

## b. Take or Pay

All gas delivered under this Service Classification shall be subject to a surcharge per 100 cubic feet as set forth in Section 38, General Information.

## c. Transition Surcharge

All gas delivered under this Service Classification shall be subject to the Transition surcharge per 100 cubic feet as described in General Information Section 42.

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