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

LEAF: 295 REVISION: 3 SUPERSEDING REVISION: 2

CLASSIFICATION No. 22

TRANSITIONAL PROPANE SERVICE - Continued

2. Revenue Credit

All units sold 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.

3. Monthly Cost of Gas

The charges set forth herein, including charges specified under Special Provisions of this Service Classification, shall be subject to a Monthly Gas Supply Charge per equivalent 100 cubic feet of gas supplied hereunder when changes occur (as explained General Information Section 19).

4. Weather Normalization Adjustment

Rates under this service classification shall be subject to the weather normalization adjustment as set forth in Section 36, General Information.

5. Take or Pay Recovery

Rates under this service classification shall be subject to the take or pay recovery charge as set forth in Section 38, General Information.

6. Upstream and Intermediate Pipeline Transition Surcharge

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

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