PSC NO. 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 11/02/04 ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 02-M-0515 DATED 08/04/04.

LEAF: 304 REVISION: 0 SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 24 (Cont'd)

RESIDENTIAL DISTRIBUTED GENERATION SERVICE - Continued

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

- 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.
- 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.

- Research and Development (R&D) Surcharge
 All gas delivered under this Service Classification shall be subject to the R&D surcharge per 100 cubic feet described in General Information Section 43.
- e. Transition Costs Associated with FERC Order No. 636
 All gas delivered under this Service Classification shall be subject to the monthly Order No. 636 transition cost surcharge per 100 cubic feet as described in General Information Section 19.k.
- f. Reserve Capacity Cost Adjustment All gas delivered under this Service Classification shall be subject to the Reserve Capacity Cost Adjustment charge per 100 cubic feet as described in General Information Section 19.b.(1)(a)ii.

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