Received: 11/01/2004

Status: CANCELLED Effective Date: 11/02/2004

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: 306 REVISION: 0 SUPERSEDING REVISION:

SERVICE CLASSIFICATION No. 24 (Cont'd)

RESIDENTIAL DISTRIBUTED GENERATION SERVICE - Continued

SPECIAL PROVISIONS:

- A. Applicable to both delivery service only and Customers also purchasing gas supply from the Company.
 - 1. Customers served under this Service Classification receive firm service and shall have the same curtailment priority as all other firm residential Customers. Service is subject to the pertinent provisions of Section 20 as hereinbefore set forth under General Information.
 - 2. The authorized agents of the Company shall, at all reasonable times, have such free access to the premises of the Customers receiving service under this Service Classification as may be necessary to confirm that gas supplied under this Service Classification is used only in DG equipment.
- B. Applicable to delivery service only Customers.

The Customer or Supplier shall be subject to all Special Provisions included in the SC 13M Rate Schedule included herein. All balancing requirements specified in the SC 13M Rate Schedule shall apply to Customers receiving service under this Rate Schedule.

TERM:

The Company and Customer shall enter into a service agreement for a term not less than one (1) year.

UNAUTHORIZED DEFICIENCY IMBALANCE PENALTY:

If any Customer should take during any year a volume of gas in excess of the amount allowable under Section 20 as hereinbefore set forth under General Information, the Customer shall pay to the Company a penalty of \$3 for each Mcf of gas of such excess, which penalty shall be paid in addition to all other charges payable by the Customer hereunder.

The payment of a penalty for authorized deficiency imbalance shall not under any circumstances be considered as giving any such Customer the right to take unauthorized deficiency imbalance, nor shall such payment be considered as a substitute for any other remedies available to the Company against the offending Customer for failure to respect its obligation to adhere to the provisions of its agreement with the Company.

If any Customer should take a volume of gas in contravention of curtailments imposed by the Company as contemplated in Section 20.d. of General Information, the Customer shall pay to the Company an additional penalty of \$7 for each Mcf of such gas taken in violation of such curtailment.

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