

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 01/01/04
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 02-M-0515 DATED 12/03/03.

LEAF: 300
REVISION: 1
SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION No. 23 (Cont'd)

DISTRIBUTED GENERATION SERVICE - Continued

MONTHLY COST OF GAS:

1. For Customers billed under the Volumetric Rate Structure.

In addition to the above monthly delivery service charges, Customers purchasing gas supply service from the Company will pay the 70% load factor Monthly Gas Supply Charges per 100 cu.ft. of gas supplied by the Company as calculated in Section 19.b(2)(f), General Information.

2. For Customers billed under the Three Part Demand Commodity Rate Structure.

- a. Natural Gas Supply Commodity Charges

In addition to the above monthly delivery service charges, Customers purchasing Gas supply service from the Company will pay the Monthly Average Commodity Cost Of Gas per 100 cu.ft. of gas supplied by the Company as calculated in Section 19.b(2)(g).

- b. Monthly Natural Gas Supply Demand Charges

In addition to the above monthly delivery service charges, Customers purchasing Gas supply service from the Company will pay the Monthly Natural Gas Supply Demand Charge per 100 cu.ft. as calculated in Section 19.b(2)(g) of Maximum Daily Supply Contracted Demand as calculated in the Special Provisions section of this service.

INCREASE IN RATES IN MUNICIPALITY WHERE SERVICE IS SUPPLIED:

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

TERMS OF PAYMENT:

All bills are due and are subject to a late payment charge in accordance with the provisions of Section 8.e, General Information.

Payment for gas service may also be made in the manner prescribed in Section 16 as hereinbefore set forth under General Information.

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