

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 8/01/05
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 7/22/05.

LEAF: 190
REVISION: 6
SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION No. 9 (Cont'd)

SMALL COGENERATION SALES SERVICE - Continued

- d. 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.
 - g. Lost Revenue Charge
All gas delivered under this Service Classification shall be subject to the Lost Revenue Recovery Charge as described in General Information Section 45.
3. Weather Normalization Adjustment
All gas delivered under this Service Classification shall be subject to a refund/surcharge per 100 cubic feet as set forth in Section 36, General Information.

MONTHLY COST OF GAS:

The Monthly Cost of Gas shall equal the 85% load factor cost of gas as calculated in Section 19.b.(2)(e), General Information, plus the Merchant Function Charge as specified in General Information Section 46.

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.

MINIMUM CHARGE:

None.

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. J. Seeley, President, 6363 Main Street, Williamsville, NY 14221
(Name of Officer, Title, Address)