Received: 07/29/2005 Status: CANCELLED Effective Date: 08/01/2005

PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 8/01/05

REVISION: 1 SUPERSEDING REVISION: 0

LEAF: 160

ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 7/22/05.

SERVICE CLASSIFICATION No. 3

GENERAL - Continued

The payment of a penalty for unauthorized deficiency imbalance shall not under any circumstances be considered as giving any such customer the right to take unauthorized deficiency imbalance, nor shall 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.

RIDER

(to Service Classification No. 3) Business Development Rate

Available upon written application to an existing or new customer who meets the necessary qualifications as listed below:

TERM -

To become effective on the first day of the next billing cycle following qualification and acceptance by the Company and to continue during the qualification period for a maximum of five (5) years.

QUALIFICATIONS -

- 1. Facility
 - The following shall be considered a "qualifying facility:"
 - a. a newly constructed facility;
 - b. an existing facility that has been purchased or leased and has been vacant for at least six (6) months; or
 - c. an expansion of an existing facility.

Issued by _D. J. Seeley, President, 6363 Main Street, Williamsville, NY 14223 (Name of Officer, Title, Address)