PSC NO. 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 01/28/05 ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 02-M-0515 DATED 8/04/04.

LEAF: 303 REVISION: 1 SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION No. 24

RESIDENTIAL DISTRIBUTED GENERATION SERVICE

APPLICABLE TO USE OF SERVICE FOR:

Consumption of natural gas by a residential Customer where the gas is used directly for distributed generation ("DG").

In order to qualify for this Rate Schedule the Customer must provide proof of installation of a DG unit at their residence. If the Customer's monthly usage is below 100 Ccf during the months of May, June, July, August, September, October and November; and if the Customer's monthly usage is below 250 Ccf during the months of December, January, February, March and April, the Company may visit the Customer's location in order to verify that the Customer has installed an operable DG unit. The Customer will be removed from this Rate Schedule if it is determined that the Customer's DG unit is no longer in operation.

CHARACTER OF SERVICE:

Customers Purchasing Gas Supply From Company

Continuous, primarily natural gas, minimum B.T.U. content 1,000, normal pressure not less than four (4) inches.

Customers Purchasing Gas Supply from a Marketer

Transportation of Customer-owned gas from a Supplier that has met the qualifications of service under SC 19 Transportation, Balancing and Aggregation Service. Transportation will be on a firm basis from a Company receipt point to the Customer's delivery point.

MONTHLY DELIVERY SERVICE RATES: (per month)

1. Base Rates:

First 400 cu.ft. or less	\$2	9.68
For all consumption over 400 cu.ft per 100 cu.ft.	\$.05293

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