Received: 02/01/1999 Status: CANCELLED Effective Date: 04/01/1999

..DID: 7069

..TXT: PSC NO: 8 GAS LEAF: 165

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 2

INITIAL EFFECTIVE DATE: 04/01/99 SUPERSEDING REVISION: 1

STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 93-G-0932 DATED 11/03/98.

Cancelled by 3 Rev. Leaf No. 165 Effective 04/01/1999

RECEIVED: 02/01/99 STATUS: Cancelled EFFECTIVE: 04/01/99

SERVICE CLASSIFICATION No. 4 (Cont*d)

SUPPLEMENTAL SERVICE - Continued

The M.D.V. is established at the Customer's peak daily usage for the first winter month (December, January or February) that the Customer receives service under this service classification. Once the M.D.V. is established by the Customer's usage, it shall remain in effect for a twelve month period. In the event that the Customer subsequently exceeds the M.D.V. during the calendar months December, January or February, then the M.D.V. shall be reestablished at the higher volume. The reestablished M.D.V. shall remain in effect, and shall be used for billing the Customer, for a twelve month period starting with the billing month following the day it was established.

Volumetric Component -

For all gas delivered to the Customer, the Customer shall pay the "commodity cost of gas", as defined below, plus \$1.0043/Mcf for Customers previously served under SC 3. The "commodity cost of gas" is the weighted average commodity cost of gas delivered to the Company through upstream pipelines as calculated in the Company's monthly gas adjustment under General Information Section 19. above.

UTILITY LOW INCOME ENERGY EFFICIENCY PROGRAM (ULIEEP) SURCHARGE:

The rates in this Service Classification shall be increased by the ULIEEP surcharge, as described in General Information Section 39.

WEATHER NORMALIZATION ADJUSTMENT:

Supplemental service rates shall be subject to a refund/surcharge per 100 cubic feet as set forth in Section 36, General Information.

TAKE OR PAY RECOVERY:

Supplemental service rates shall be subject to a surcharge per Mcf as set forth in Section 38, General Information.

STRANDED CAPACITY COST CHARGE:

Rates under this Service Classification shall be subject to a surcharge per 100 cubic feet for Stranded Capacity Costs as described in General Information Section 42.

TERM:

Terminable by the Company in the manner prescribed by law and the Rules and Regulations herein set forth.

Issued by <u>P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)