Received: 06/20/2002 Status: CANCELLED Effective Date: 06/21/2002

..DID: 19473

..TXT: PSC NO: 8 GAS LEAF: 150

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 7

INITIAL EFFECTIVE DATE: 06/21/02 SUPERSEDING REVISION: 6

STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 00-G-1858 DATED 4/18/02.

RECEIVED: 06/20/02 STATUS: Effective EFFECTIVE: 06/21/02

SERVICE CLASSIFICATION No. 1 (Cont'd)

RESIDENTIAL - Continued

b. Take Or Pay

All gas delivered under this Service Classification shall be subject to a surcharge per 100 cubic feet as set forth in Section 38, General Information.

c. Upstream and Intermediate Pipeline Transition Surcharge All gas delivered under this Service Classification shall be subject to a surcharge per 100 cubic feet as described in General Information Section 42 and 42A.

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.

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:

In addition to the above delivery service charges Customers purchasing their gas supply service from the Company will pay the Monthly Gas Supply Charges per 100 cubic feet of gas supplied by the Company as explained in General Information Section 19.b.(1)(b).

INCREMENTAL MONTHLY COST OF GAS:

Under special circumstances when transportation customers return from Marketers to sales service under periods of rising prices the Company may, at its discretion, establish a incremental Monthly Gas Supply Charge to be billed to the returning Customers. Notice of such rate shall be published in a monthly statement as appropriate.

Issued by <u>D. F. Smith, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)