

PSC NO: 8 GAS  
NATIONAL FUEL GAS DISTRIBUTION CORPORATION  
INITIAL EFFECTIVE DATE: 2/13/08  
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 06-G-0059 DATED 8/23/07.

LEAF: 97.1  
REVISION: 0  
SUPERSEDING REVISION:

GENERAL INFORMATION

II. 20.f. CONTINUED

If gas is diverted from a customer who does not utilize an alternate fuel, the default replacement cost of fuel shall be the market value of the diverted gas on the day(s) of such diversion. The market value of gas shall be determined by reference to the Gas Daily Index, "Daily Price Survey" for "Appalachia," "Dominion South Point," plus applicable transportation charges (100% load factor demand rate, commodity and fuel cost on each pipeline) to the Company's City Gate. If the Supplier/Direct Customer can demonstrate to the Company's satisfaction that a contract calls for a higher price, the Company will reimburse the Supplier/Direct Customer at the contract price.

The cost of supplies purchased by the Company for the purposes hereunder shall be recovered as a gas cost under General Information Section 19.

Issued by R. J. Tanski, President, 6363 Main Street, Williamsville, NY 14221  
(Name of Officer, Title, Address)