

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 5/01/06
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 4/26/06.

LEAF: 156.5
REVISION: 3
SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION No. 2B

LOW INCOME CUSTOMER AFFORDABILITY ASSISTANCE PROGRAM (LICAAP)

AVAILABILITY OF SERVICE

Service under this rate schedule shall be available to qualified residential Customers. Qualified residential Customers shall be the residential heating Customers who have a gross household income less than or equal to 60% of the New York State median income, are payment troubled and execute a LICAAP Service Agreement with the Company. The Customer must apply for HEAP and designate the Company as the recipient. In its processing of applications, the Company will attempt to achieve a geographic and demographic diversity.

The Customer must provide satisfactory verification to prove income eligibility with the initial application. In addition, the Customer must provide an estimation of his or her essential expenses.. The Customer must also agree to have his or her income verified every twelve months and advise the Company if his or her income changes.

Subject to the limitation that the annual LICAAP program expenditures will not exceed the annual \$5 million program funding limitation in the Joint Proposal approved by the Commission in Case 04-G-1047, the Company will make reasonable efforts to enroll on to this rate schedule on average, 120 incremental customers per month.

MONTHLY RATE

The Customer shall be charged the SC 2 LIRA rates less any additional discounts for which the Customer may qualify for based on the Customer's income and household size. Additional discounts by income and household size will be filed monthly in the Statement of LICAAP Discounts.

The basis of the discount percentage shall be as provided in the Company's description of the Additional LICAAP Discount Calculation filed with the Commission pursuant to the Joint Proposal in Case 04-G-1047.

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