

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 10/01/03
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 00-G-1858 DATED 9/18/03.

LEAF: 210
REVISION: 3
SUPERSEDING REVISION: 2

SERVICE CLASSIFICATION No. 13D (Cont'd)

DAILY METERED TRANSPORTATION (DMT) SERVICE - Continued

5. Index Price

The Index Price for the cash out of imbalances will be established utilizing "DTI South Point" as published in Gas Daily plus transportation costs (including upstream fuel shrinkage) to Company's city gate. For non-business days when no price is published, the price from the most recent day for which a price was published will be utilized. For month-end, the Index will be the average of each day's Index during the month.

6. Miscellaneous Surcharges

- a. Take or Pay Recovery
Transportation rates shall be subject to a surcharge per Mcf as set forth in Section 38, General Information.
- b. Increase in Rates in Municipality Where Service is Supplied
All rates and charges under this Service Classification, including charges specified under the Special Provisions of this Service Classification and the Transportation Service Agreement, shall be increased pursuant to Section 35, General Information, to reflect the tax rates applicable within the municipality where the Customer is taking service.
- c. Transition Costs associated with FERC Order No. 636
The rates for service rendered pursuant to the Service Classification shall be subject to a monthly transition cost surcharge as described in General Information Sections 19.j. and k.
- d. Weather Normalization Adjustment
TC-1.0 rates shall be subject to a refund/surcharge per 100 cubic feet as set forth in Section 36, General Information.
- e. Revenue Credit
All gas transported under this Service Classification shall be subject to the revenue credits identified in the Statement of Revenue Credits filed with the Commission.
- f. Transition Surcharge
All gas transported under this Service Classification shall be subject to the Transition surcharge as described in General Information, Section 42.

Issued by D. E. Smith, President, 10 Lafayette Square, Buffalo NY 14203
(Name of Officer, Title, Address)