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PSC NO: 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 10/01/04 LEAF: 248 REVISION: 1 SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION No. 17

TRANSPORTATION SERVICE FOR CUSTOMERS OPERATING COGENERATION FACILITIES

APPLICABLE TO USE OF SERVICE FOR:

All Customer-owned gas transported by the Company pursuant to a valid Transportation Agreement between the Customer and the Company. The gas will be transported for the Customer's exclusive use in a non-utility cogeneration facility having annual consumption in excess of 5,000,000 cubic feet. The Customer must receive supplies from a Supplier that has met the qualifications under SC 19, Transportation, Balancing, and Aggregation service.

CHARACTER OF SERVICE:

Interruptible transportation of Customer-owned gas. Except insofar as the Customer reserves firm sales status with respect to the cogeneration facility, the Company has no obligation to secure gas supplies on behalf of the Customer or make gas supplies available to the Customer, and the Customer will be permitted to draw upon the Company's system supply only to the extent that firm service to Customers under other Service Classifications is not jeopardized or impaired. The Customer's ability to resume firm sales service upon termination of the Transportation Service Agreement will be subject to the availability of sufficient system supplies and to Section 20, General Information.

QUALIFYING CUSTOMERS:

Customers qualifying for this rate must meet the following requirements:

- 1. the Customer must own or operate a non-utility cogeneration facility;
- 2. the Customer must totally revoke its right to firm service under the Company's tariff for all consumption by the cogeneration facility;
- 3. the Customer must have equipment installed

Issued by D. F. Smith, President, 6363 Main Street, Williamsville, NY 14221 (Name of Officer, Title, Address)