

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 8/01/05
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 7/22/05.

LEAF: 299
REVISION: 2
SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION No. 23 (Cont'd)

DISTRIBUTED GENERATION SERVICE - Continued

4. Delivery Adjustment Charge

The Delivery Adjustment Charge shall be the sum of the following elements:

- a. Revenue Credit
All gas delivered under this Service Classification shall be subject to the revenue credits identified in the Statement of Revenue Credits filed with the Commission.
- 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. Transition Surcharge
All gas delivered under this Service Classification shall be subject to the Transition surcharge per 100 cubic feet as described in General Information Section 42.
- 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..
- g. Lost Revenue Recovery Charge
All gas delivered under this Service Classification shall be subject to the Lost Recovery Recovery Charge as described in General Information Section 45.

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