Received: 07/29/2005 Status: CANCELLED Effective Date: 08/01/2005

PSC NO: 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 8/01/05

REVISION: 2 SUPERSEDING REVISION: 1

LEAF: 197

ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 7/22/05.

SERVICE CLASSIFICATION No. 10 (Cont'd)

SALES SERVICE FOR CUSTOMERS OPERATING COGENERATION FACILITIES - Continued

STATEMENT OF REVENUE CREDITS:

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.

TAKE OR PAY RECOVERY:

Customers shall be liable for a surcharge per unit of gas consumption as set forth in Section 38, General Information. Specific mechanisms for the collection (or refund) of pipeline supplier take or pay expense recovery surcharge shall be a subject to be detailed in the sales agreement.

WEATHER NORMALIZATION ADJUSTMENT:

The charges set forth herein shall not be subject to a refund/surcharge per unit of gas consumption as set forth on Leaf No. 141.

INCREASE IN RATES IN MUNICIPALITY WHERE SERVICE IS SUPPLIED:

The rates and charges under this Service Classification shall be adjusted pursuant to Section 35, General Information, to reflect the tax rates applicable within the municipality where the customer is taking service.

LOST AND UNACCOUNTED FOR GAS:

As allowance for losses incurred in the process of delivery, the Customer's metered consumption shall be adjusted by the general distribution system lost and unaccounted for factor as approved and amended by the Commission from time to time, or by another factor which is determined to be appropriate and so declared and approved by the Commission.

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