

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: 183
REVISION: 5
SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION No. 7

SALES SERVICE FOR
CUSTOMERS OPERATING NATURAL GAS VEHICLES

APPLICABLE TO USE OF SERVICE FOR:

Consumption of natural gas by a Customer where the gas is used directly in a natural gas motor vehicle.

RATE:

A rate per 100 cubic feet shall be established each month for each of the categories set forth below, at the Company's discretion, but not less than the 100% load factor cost of gas, plus the Base Reserve Capacity Rate, plus the incremental operating cost incurred by the Company for operating Company-owned NGV compression equipment on a per Ccf basis, if any, plus \$0.01 per 100 cu. ft., and not more than the 1,000 to 50,000 cubic feet block delivery rate available under the SC 3, plus the Monthly Gas Supply Charge, plus the Merchant Function Charge and the incremental operating cost incurred by the Company for operating Company-owned compression equipment on a per Ccf basis.

The 100% load factor cost of gas shall be as calculated in Section 19.b.(2)(c), and included in the Company's Monthly Gas Cost Statement.

Natural gas vehicle Customers are classified into the following categories:

- NGV(1) all natural gas vehicle Customers utilizing Company-owned filling facilities. A uniform rate shall be established each month within the parameters set forth above, for Customers utilizing Company-owned filling facilities.
- NGV(2) natural gas vehicle Customers utilizing Customer-owned filling facilities. A uniform rate will be established each month, within the parameters set forth above, to Customers utilizing Customer-owned filling facilities.

RESERVE CAPACITY COST ADJUSTMENT:

The charges set forth herein, including charges specified under Special Provisions of this Service Classification, shall be subject to a reserve capacity cost adjustment per 100 cubic feet of gas supplied hereunder.

MERCHANT FUNCTION CHARGE:

All bills rendered under this Service Classification shall be subject to the Merchant Function Charge as set forth in General Information Section 46.

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