..DID: 8593 ..TXT: PSC NO: 8 GAS LEAF: 288 COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 05/15/99 SUPERSEDING REVISION: 1 STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN C. 98-G-0122 DATED 03/17/99. Cancelled by 3 Rev. Leaf No. 288 Effective 07/30/1999 RECEIVED: 05/14/99 STATUS: Cancelled EFFECTIVE: 05/15/99 SERVICE CLASSIFICATION No. 21

BASIC GAS-FOR-ELECTRIC-GENERATION-SERVICE TARIFF - Continued

RATE: (per month)

The Customer and the Company will negotiate a rate and rate structure for the first year service is rendered under this Service Classification ("Base Year Rate"). The parties shall also negotiate a minimum rate ("Minimum Rate") which shall apply throughout the term of the Service Agreement. The Base Year Rate and the Minimum Rate shall fall within the following range.

<u>Minimum Rate</u> \$0.10/Mcf, or any other reasonable contribution to system costs (plus marginal costs) Maximum Rate \$0.6048/Mcf

UTILITY LOW INCOME ENERGY EFFICIENCY PROGRAM (ULIEEP) SURCHARGE:

The rates in this Service Classification shall be increased by the ULIEEP surcharge, as described in General Information Section 39.

ADJUSTMENT OF THE RATE:

The Base Year Rate may include a value component based on the competitive relationship between natural gas and electric power. The Terms and Applicability of the adjustment shall be negotiated between the Customer and the Company.

TERM OF TRANSPORTATION AGREEMENT:

The Company and Customer shall enter into a Transportation Agreement for a term not less than five (5) years. The term of each contract shall be the subject of negotiation between the parties, except that the rate shall not change, but for adjustments, during the five (5) year term.

Issued by <u>P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)