Received: 06/01/2001 Status: CANCELLED Effective Date: 06/01/2001

..DID: 15853

described

..TXT: PSC NO: 8 GAS

LEAF: 212

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 7

INITIAL EFFECTIVE DATE: 06/01/01 SUPERSEDING REVISION: 6

STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 00-G-1858 DATED 05/30/01.

Cancelled by 8 Rev. Leaf No. 212 Effective 05/01/2002

RECEIVED: 06/01/01 STATUS: Cancelled EFFECTIVE: 06/01/01

SERVICE CLASSIFICATION No. 13D (Cont'd)

DAILY METERED TRANSPORTATION (DMT) SERVICE - Continued

h. Research and Development Surcharge

Rates under this Service Classification shall be subject to the R & D Surcharge per 100 cubic feet as

in General Information Section 43.

i. Reserve Capacity Cost Charge

Beginning with rates in effect July 1, 2001; the rates in this Service Classification shall be increased by the Reserve Capacity Cost Charge ("RCC") for all Customers that receive gas supply service from a qualified Supplier

under the Company's SC 19. The RCC shall recover the purchased gas demand costs associated with the capacity

the Company must retain in order to provide for Customer peaking and temperature swing requirements. The RCC

shall be established monthly (and filed with the Company's GAC Statement). Such purchased gas costs collected

the RCC shall be included as revenues for the recovery of purchased gas costs as specified in General Information

Section 19.f.(1).

5. Discount for Certain Economic Development Zone Rate Customers

Base rates applicable to Customers who have qualified for the Economic Development Zone Rate under Service Classification No. 3 will be discounted as follows:

		Economic Development Zone Rate Discount				
	<u>Years</u>	<u>(1)</u>	(2)	(3)	(4) (<u>5-10)</u>
Per Mcf for						
all qualified	TC-1	\$.86	\$.86	\$.86	\$.43	\$.43
incremental	TC-1.1	\$.58	\$.58	\$.58	\$.29	\$.29
consumption	TC-2	\$.3	36 \$.3	36 \$.	36 \$.18	\$.18
	TC-3	\$.16	\$.16	\$.16	\$.00	\$.00
	TC-4	\$.09	\$.09	\$.09	\$.00	\$.00
	TC-4.1	\$.11	\$.11	\$.11	\$.00	\$.00

Revocation of firm sales status pursuant to this Service Classification will not disqualify a Customer from eligibility for Economic Development Zone Rates.

DELIVERY COSTS INCURRED BY THE COMPANY:

In the event that the provision of transportation service to the Customer requires the Company to engage the services of other transporters of gas, an amount reflecting the costs incurred by the Company will be added to the applicable rate.

Issued by <u>D.F.Smith</u>, <u>President</u>, <u>10 Lafayette Square</u>, <u>Buffalo NY 14203</u> (Name of Officer, Title, Address)