

PSC NO: 8 GAS
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 9/1/2006

STATEMENT TYPE: DISS
STATEMENT NO: 107

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing September 1, 2006
Applicable to Billings Under Service Classification No. 11
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

<u>Billing Rate</u>	<u>\$ per Ccf</u>
Monthly Gas Cost	\$0.945741
Plus: Base Reserve Capacity Cost	\$0.014632
Plus: Delivery Adjustment Charge	<u>\$0.002186</u>
Rate for Delivery Deficiencies between 0 - 2% of total monthly throughput	\$0.962559
Seasonal Premium Factor (April - October)	<u>110%</u>
Rate for Delivery Deficiencies above 2% of total monthly throughput	<u><u>\$1.058815</u></u>

The rates listed above are in addition to the appropriate transportation service rate charged to the customer for the volumes of gas purchased by the customer under this service classification.

Date: August 29, 2006

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