Received: 04/28/2006 Status: CANCELLED Effective Date: 05/01/2006

PSC NO: 8 GAS

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

STATEMENT TYPE: DISS

STATEMENT NO: 103

INITIAL EFFECTIVE DATE: 5/1/2006

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

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

| Billing Rate | \$ per Ccf |
|---|------------|
| Monthly Gas Cost | \$1.014768 |
| Plus: Base Reserve Capacity Cost | \$0.014632 |
| Plus: Delivery Adjustment Charge | \$0.000626 |
| Rate for Delivery Deficiencies between 0 - 2% of total monthly throughput | \$1.030026 |
| Seasonal Premium Factor (April - October) | 110% |
| Rate for Delivery Deficiencies above 2% of total monthly throughput | \$1.133029 |

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

Date: April 28, 2006

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