Status: CANCELLED Effective Date: 07/01/2006 Received: 06/28/2006

PSC NO: 8 GAS STATEMENT TYPE: DG COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

STATEMENT NO: 34

INITIAL EFFECTIVE DATE: 7/1/2006

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STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing July 1, 2006 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect July 1, 2006

| Calculation of 70% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure | | SC 23 | _ | | | | |
|---|---|-----------|-----------|-----------|--|--|--|
| | | | | | | | |
| 1) | Current Monthly Average Commodity Cost of Gas | | \$0.82757 | /Ccf | | | |
| 2) | Current Monthly Average Demand Cost of Gas | \$0.11167 | /Ccf | | | | |
| 3) | 70% Load Factor Demand Cost Multiplier | 0.60034 | _ | | | | |
| 4) | Current Monthly 70% Load Factor Demand Cost Component | | \$0.06704 | /Ccf | | | |
| 5) | Total 70% Load Factor Monthly Gas Supply Charge | | \$0.89461 | /Ccf | | | |
| 6) | Total Monthly Adjustments | | \$0.05215 | /Ccf | | | |
| 7) | Total 70% Load Factor Monthly Gas Supply Charge W/Adjustments | | \$0.94676 | /Ccf | | | |
| Calculation of Demand and Commodity Gas Costs in Demand Commodity Rate Structure | | | | | | | |
| Calculation of Commodity Rate | | | | | | | |
| 1) | Current Monthly Average Commodity Cost of Gas | | \$0.82757 | /Ccf | | | |
| 2) | Total Monthly Adjustments | | \$0.05215 | /Ccf | | | |
| 3) | Total Commodity Cost of Gas | | \$0.87972 | /Ccf | | | |
| Calculation of Demand Rate | | | | | | | |
| 1) | Current Monthly Average Demand Cost of Gas | | \$0.11167 | /Ccf | | | |
| 2) | Demand Cost Multiplier | | 12.78230 | | | | |
| 3) | Total Demand Cost of Gas | | \$1.42739 | /Ccf MDDQ | | | |

Date: June 28, 2006

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

Received: 06/28/2006 Status: CANCELLED Effective Date: 07/01/2006

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STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing July 1, 2006 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect July 1, 2006

| Calculation of 50% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure | | | SC 24 | _ |
|---|---|-----------|-----------|------|
| 1) | Current Monthly Average Commodity Cost of Gas | | \$0.82757 | /Ccf |
| 2) | Current Monthly Average Demand Cost of Gas | \$0.11167 | /Ccf | |
| 3) | 50% Load Factor Demand Cost Multiplier | 0.59790 | _ | |
| 4) | Current Monthly 50% Load Factor Demand Cost Component | | \$0.06677 | /Ccf |
| 5) | Total 50% Load Factor Monthly Gas Supply Charge | | \$0.89434 | /Ccf |
| 6) | Total Monthly Adjustments | | \$0.05215 | /Ccf |
| 7) | Total 50% Load Factor Monthly Gas Supply Charge W/Adjustments | | \$0.94649 | /Ccf |

Note: In Addition SC 23 and SC 24 are subject to the Delivery Adjustment Charge.

Date: June 28, 2006

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