

PSC NO: 8 GAS
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 10/1/2006

STATEMENT TYPE: SSS
STATEMENT NO: 108

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STATEMENT OF STANDBY SALES SERVICE RATE

Effective With Usage During Billing Period Commencing October 1, 2006
Applicable to Usage Under Service Classification No. 12
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

I) Summary of Maximum and Minimum Allowable Prices

| | |
|----------------------------------|--------------------|
| 1. Maximum Allowable Price: | <u>\$ per Ccf</u> |
| <u>Demand Charge</u> | |
| Demand Gas Cost | \$ 0.128576 |
| Multiplied by Premium Factor | <u>125%</u> |
| Demand Charge | <u>\$ 0.160720</u> |
| <u>Commodity Charge</u> | |
| Monthly Gas Cost | \$ 0.652575 |
| Plus: Base Reserve Capacity Cost | \$ 0.014632 |
| Plus: Delivery Adjustment Charge | <u>\$ 0.002901</u> |
| Subtotal | \$ 0.670108 |
| Less: Demand Gas Cost | <u>\$ 0.128576</u> |
| Commodity Gas Cost | \$ 0.541532 |
| Multiplied by Premium Factor | <u>125%</u> |
| Commodity Charge | <u>\$ 0.676915</u> |

Date: September 28, 2006

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

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NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

| | |
|--|---------------------------|
| I) <u>Summary of Maximum and Minimum Allowable Prices (Cont.)</u> | <u>\$ per Ccf</u> |
| 2. Minimum Allowable Price | |
| Commodity Gas Cost | \$ 0.541532 |
| Plus: | <u>\$ 0.010000</u> |
| TOTAL MINIMUM | <u><u>\$ 0.551532</u></u> |

II) Statement of Billing Rates in Effect

Pursuant to Service Classification No. 12 of National Fuel Gas Distribution Corporation's P.S.C. No. 8 - Gas tariff, and the maximum allowable and minimum allowable rates identified above, the Company establishes the following S.C. 12 Standby Sales Service Rates ("SBSSR") effective October 1, 2006. The rates listed below 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.

SBSSR(1) - Default RateQualifications

Transportation service customers who have contracted for S.C. 12 standby sales service for the month.

Rate

The default S.C. 12 SBSS rates shall be the maximum allowable prices.

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II) Statement of Billing Rates in Effect (Cont.)

SBSSR(2) - Short Term Transitional Standby Rate

Qualifications

Transportation service customers under a former P.S.C. No. 7 - Gas S.C. 12 or S.C. 15 transportation service agreement in effect as of September 19, 1995.

Rate

The Short Term Transitional Standby rates shall be the Maximum Allowable Prices.

Monthly Demand Volume

The Short Term Transitional Standby Monthly Demand Volumes shall equal the total S.C. 13 volumes transported by the customer during the billing month.

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