Received: 12/29/2006 Status: CANCELLED Effective Date: 01/01/2007

PSC NO: 8 GAS

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

STATEMENT TYPE: DAC

STATEMENT TYPE: DAC

INITIAL EFFECTIVE DATE: 1/1/2007

Page 1 of 1

STATEMENT OF DELIVERY ADJUSTMENT CHARGE (Issued Under Authority of 16 NYCRR Sec. 270.55)

Effective With Usage On and After January 1, 2007
Applicable to Billings Under Service Classification Nos. 1, 2, 3, 5, 7, 8 and 9
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

	¢ per Ccf
APPLICABLE SERVICE TERRITORY	All Territory
TAKE OR PAY RECOVERY	
Amount applicable during the period July 1, 2006 through	
June 30, 2007 for Take or Pay Reconciliation pursuant to	
General Information Leaf No. 144 of P.S.C. No. 8 - Gas.	(0.0030)
R & D FUNDING MECHANISM	
Amount applicable during the period January 1, 2007 through December 31, 2007	
for R & D Funding Mechanism pursuant to Commission Order in	
Case 04-G-1047.	(0.1060)
TRANSITION COST SURCHARGE	
Intermediate Transition Cost Surcharge pursuant to General Information Leaf No.	
148.2 applicable during the period January 1, 2007 through January 31, 2007.	0.2690
Upstream Transition Cost Surcharge pursuant to General Information Leaf No.	
148.1 applicable during the period January 1, 2007 through January 31, 2007.	0.1350
RESERVE CAPACITY COST ADJUSTMENT	
Amount applicable to changes in reserve capacity costs as calculated in the	
attached Reserve Capacity Cost Adjustment Statement.	(0.0389)
LOST REVENUE ASSOCIATED WITH MFC AND BILLING CHARGE	
Amount applicable to loss revenue associated with the Merchant Function	
Charge and the Billing Charge.	0.0000
TOTAL DELIVERY COST ADJUSTMENT	
Commencing with the gas used on and after January 1, 2007	

Date: December 29, 2006

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

0.2561

and thereafter until changed, the delivery cost adjustment will be.