

PSC NO: 8 GAS  
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION  
INITIAL EFFECTIVE DATE: 3/1/2006

STATEMENT TYPE: IGC  
STATEMENT NO: 7

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STATEMENT OF INCREMENTAL MONTHLY GAS SUPPLY CHARGE  
(Issued Under Authority of 16 NYCRR Sec. 270.55)

Effective With Usage On and After March 1, 2006  
Applicable to Billings Under Service Classification Nos. 1 and 3 for Customers above 3,500 Mcf  
per Year Returning to Sales Service from Transportation Service  
NATIONAL FUEL GAS DISTRIBUTION CORPORATION  
P.S.C. No. 8 - GAS

| APPLICABLE SERVICE TERRITORY | <u>¢ per Ccf</u><br>All Territory |
|------------------------------|-----------------------------------|
|------------------------------|-----------------------------------|

AVERAGE COST OF GAS

The average cost of gas (as defined in Leaf No. 74)  
determined on September 30, 2005 by applying the rates  
and charges of the Company's gas suppliers' in effect  
on March 1, 2006

99.8884

ANNUAL REFUND/SURCHARGE

Adjustment of gas sold, pursuant to Annual Surcharge or  
Refund Provision on General Information Leaf Nos. 78  
and 81 of P.S.C. No. 8 - Gas. Amount applicable during  
the period January 1, 2005 through December 31, 2005  
referable to gas adjustment undercollection for the twelve  
months ended August 31, 2004.

(1.1830)

INTERIM ANNUAL REFUND/SURCHARGE

Adjustment of gas sold, pursuant to Interim Annual Surcharge  
or Refund provision on General Information Leaf No. 81 of  
P.S.C. No. 8 - Gas. Amount applicable during the period  
February 1, 2006 through August 31, 2006 referable to gas  
adjustment undercollection for the twelve months ending  
August 31, 2006.

5.0700

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

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 per Year Returning to Sales Service from Transportation Service  
 NATIONAL FUEL GAS DISTRIBUTION CORPORATION  
 P.S.C. No. 8 - GAS

|  | <u>¢ per Ccf</u> |
|--|------------------|
| APPLICABLE SERVICE TERRITORY   | All Territory    |
| BOILER FUEL SALES AND TRANSPORTATION SERVICE BENEFITS  |                  |
| Adjustment of gas sold, pursuant to Boiler Fuel Sales and<br>Transportation Service Benefits on General Information<br>Leaf No. 83 and 84 of P.S.C. No. 8 - Gas; Surcharge<br>applicable during the period January 1, 2005 through<br>December 31, 2005. | 1.3280           |
| OFF-SYSTEM SALES, CAPACITY RELEASE CREDIT AND SC11 MARGIN  |                  |
| Amount applicable during the period November 1, 2005 through<br>March 31, 2006 for Off-System Sales, Capacity Release Credit, and<br>Service Class 11 Margin pursuant to General Information Leaf No. 82<br>of P.S.C. No. 8 - Gas.                       | (0.6230)         |
| REFUND PROVISION   |                  |
| Amount applicable for Gas Supplier Redunds pursuant to<br>General Information Leaf No. 77 of P.S.C. No. 8 - Gas.   | 0.0000           |
| TOTAL ADJUSTMENTS  | 4.5920           |
| TOTAL INCREMENTAL MONTHLY GAS SUPPLY CHARGE BEFORE MFC FOR SC1 AND SC3   | <b>104.4804</b>  |
| MERCHANT FUNCTION CHARGE FOR SC 1  | 2.8649           |
| Commencing with the gas used on and after March 1, 2006<br>and thereafter until changed, the incremental monthly gas supply charge will be for SC 1  | <b>107.3453</b>  |
| MERCHANT FUNCTION CHARGE FOR SC 3  | 0.3176           |
| Commencing with the gas used on and after March 1, 2006<br>and thereafter until changed, the incremental monthly gas supply charge will be for SC 3  | <b>104.7980</b>  |

Date: February 24, 2006

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