

PSC NO: 8 GAS
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 07/01/04

STATEMENT TYPE: DISS
STATEMENT NO: 78

Page 1 of 1

STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing July 1, 2004
Applicable to Billings Under Service Classification No. 11
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

	<u>\$ Per Ccf</u>
<u>Billing Rate</u>	
Monthly Gas Cost	\$0.769650
Plus: Base Reserve Capacity Cost	\$0.014180
Plus: Delivery Adjustment Charge	<u>\$0.004350</u>
Rate for Delivery Deficiencies between 0 – 2% of total monthly throughput	\$0.788180
Seasonal Premium Factor (April - October)	<u>110%</u>
Rate for Delivery Deficiencies above 2% of total monthly throughput	<u>\$0.866998</u>

The rates listed above 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.

Date: June 28, 2004

Issued by D.F. Smith, President, 6363 Main Street, Williamsville NY 14221
(Name of Officer, Title, Address)