Page 1 of 2
STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing November 1, 2011
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect November 1, 2011

Calculation of 70\% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure
SC 23
\$0.41779 /Ccf
\$0.13398 /Ccf
0.501706
$\$ 0.06722 / C c f$
$\$ 0.48500$ /Ccf
(\$0.06807) /Ccf
$\$ 0.41694 / C c f$

Calculation of Demand and Commodity Gas Costs in Demand Commodity Rate Structure

Calculation of Commodity Rate

| 1) | Current Monthly Average Commodity Cost of Gas | \$0.41779 | /Ccf |
| :---: | :---: | :---: | :---: |
| 2) | Total Monthly Adjustments | (\$0.06807) | /Ccf |
| 3) | Total Commodity Cost of Gas | \$0.34972 | /Ccf |
|  | f Demand Rate |  |  |
| 1) | Current Monthly Average Demand Cost of Gas | \$0.13398 | /Ccf |
| 2) | Demand Cost Multiplier | 10.68215 |  |
| 3) | Total Demand Cost of Gas | \$1.43121 | /Ccf |

Date:
October 28, 2011
Issued by A.M. Cellino, President, 6363 Main Street, Williamsville, NY 14221
(Name of Officer, Title, Address)

Page 2 of 2

Effective With Usage During Billing Period Commencing November 1, 2011
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect November 1, 2011

|  | 50\% Load Factor Monthly Gas Supply Charge in Volumetric Rate St |  | SC 24 |
| :---: | :---: | :---: | :---: |
| 1) | Current Monthly Average Commodity Cost of Gas |  | \$0.41779 |
| 2) | Current Monthly Average Demand Cost of Gas | \$0.13398 |  |
| 3) | 50\% Load Factor Demand Cost Multiplier | 0.541525 |  |
| 4) | Current Monthly 50\% Load Factor Demand Cost Component |  | \$0.07255 |
| 5) | Total 50\% Load Factor Monthly Gas Supply Charge |  | \$0.49034 |
| 6) | Total Monthly Adjustments |  | (\$0.06807) |
| 7) | Total 50\% Load Factor Monthly Gas Supply Charge W/Adjustments |  | \$0.42227 |

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

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