

PSC NO: 8 GAS
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 10/1/2010

STATEMENT TYPE: DG
STATEMENT NO: 89

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STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing October 1, 2010

NATIONAL FUEL GAS DISTRIBUTION CORPORATION

P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect October 1, 2010

| Calculation of 70% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure | | SC 23 |
|---|---|------------------------------|
| 1) | Current Monthly Average Commodity Cost of Gas | \$0.49087 /Ccf |
| 2) | Current Monthly Average Demand Cost of Gas | \$0.11248 /Ccf |
| 3) | 70% Load Factor Demand Cost Multiplier | <u>0.501706</u> |
| 4) | Current Monthly 70% Load Factor Demand Cost Component | <u>\$0.05643 /Ccf</u> |
| 5) | Total 70% Load Factor Monthly Gas Supply Charge | \$0.54731 /Ccf |
| 6) | Total Monthly Adjustments | <u>\$0.03705 /Ccf</u> |
| 7) | Total 70% Load Factor Monthly Gas Supply Charge W/Adjustments | <u><u>\$0.58435 /Ccf</u></u> |

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

Calculation of Commodity Rate

| | | |
|----|---|------------------------------|
| 1) | Current Monthly Average Commodity Cost of Gas | \$0.49087 /Ccf |
| 2) | Total Monthly Adjustments | <u>\$0.03705 /Ccf</u> |
| 3) | Total Commodity Cost of Gas | <u><u>\$0.52792 /Ccf</u></u> |

Calculation of Demand Rate

| | | |
|----|--|-----------------------------------|
| 1) | Current Monthly Average Demand Cost of Gas | \$0.11248 /Ccf |
| 2) | Demand Cost Multiplier | <u>10.68215</u> |
| 3) | Total Demand Cost of Gas | <u><u>\$1.20157 /Ccf MDDQ</u></u> |

Date: September 28, 2010

Issued by A.M. Cellino, President, 6363 Main Street, Williamsville, NY 14221

(Name of Officer, Title, Address)

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STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing October 1, 2010
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect October 1, 2010

| | | |
|---|---|------------------------------|
| Calculation of 50% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure | | <u>SC 24</u> |
| 1) | Current Monthly Average Commodity Cost of Gas | \$0.49087 /Ccf |
| 2) | Current Monthly Average Demand Cost of Gas | \$0.11248 /Ccf |
| 3) | 50% Load Factor Demand Cost Multiplier | <u>0.541525</u> |
| 4) | Current Monthly 50% Load Factor Demand Cost Component | <u>\$0.06091 /Ccf</u> |
| 5) | Total 50% Load Factor Monthly Gas Supply Charge | \$0.55179 /Ccf |
| 6) | Total Monthly Adjustments | <u>\$0.03705 /Ccf</u> |
| 7) | Total 50% Load Factor Monthly Gas Supply Charge W/Adjustments | <u><u>\$0.58883 /Ccf</u></u> |

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

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