Received: 11/24/2010 Status

Status: CANCELLED Effective Date: 12/01/2010

PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

INITIAL EFFECTIVE DATE: 12/1/2010

STATEMENT TYPE: RCC STATEMENT NO: 122

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RESERVE CAPACITY COST ADJUSTMENT STATEMENT ${\rm AND}$ RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing December 1, 2010

Applicable to Usage Under Service Classification Nos. 1, 2, 3, 5, 7, 8, 9 and Non-Large Industrial 13M and 13D

NATIONAL FUEL GAS DISTRIBUTION CORPORATION

P.S.C. No. 8 - GAS

Daily Temperature Swing/Peaking Reserve Capacity Costs	Total NY Monthly Capacity <u>Dth</u> (A)	Total NY Annual Capacity <u>Dth</u> (B)	Demand Rate <u>Dth</u> (C)	Total Demand <u>Cost</u> (D=BxC)
NFGSC EFT Capacity Temperature Swing	149,092.0	1,789,104.0	3.5570	\$6,363,843
NFGSC ESS Delivery Temperature Swing	135,672.0	1,628,064.0	2.1345	\$3,475,103
NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0432	\$492,327
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.1556	\$347,138
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0432	\$242,974
NFGSC FSS Delivery Temperature Swing	0.0	0.0	0.0000	\$0
NFGSC FSS Capacity Temperature Swing	0.0	0.0	0.0000	\$0
Subtotal Daily Temperature Swing/Peaking			_	
Reserve Capacity Costs				\$10,921,385
Contingency Capacity				
NFGSC EFT Capacity	31,664.0	379,968.0	3.5570	\$1,351,546
System Upstream Capacity	32,310.0	387,720.0	9.7247	\$3,770,461
Subtotal Contigencey Capacity Costs				\$5,122,007
Grand Total Reserve Capacity Costs				\$16,043,392
Peaking to classes other than TC 4.0 - %				97.8043%
Peaking to classes other than TC 4.0 - \$				\$15,691,127
Touring to chasses outer than 10 mo q				ψ10,051,12 <i>1</i>
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				79,556,596
- Ingregation volumes (incr)				7,500,000
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.19723
Base Reserve Capacity Charge				\$0.18730
Reserve Capacity Cost Adjustment (\$/Mcf) (.1972318730)				\$0.00993
(applicable to SC1,2,3,5,7, 9 and Non-Large Industrial 13M)				
DMT Factor				9.5784%
Non-Large Industrial SC 13D				\$0.00095

Date: November 24, 2010

 $\label{eq:a.m.cellino, President, 6363 Main Street, Williamsville, NY 14221 } \\ (Name of Officer, Title, Address)$

Received: 11/24/2010 Status: CANCELLED Effective Date: 12/01/2010

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RESERVE CAPACITY COST ADJUSTMENT STATEMENT ${\rm AND}$ RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing December 1, 2010
Applicable to Usage Under Service Classification Nos. 13M and 13D TC 4.0
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

Daily Temperature Swing/Peaking Reserve Capacity Costs	Total NY Monthly Capacity <u>Dth</u> (A)	Total NY Annual Capacity <u>Dth</u> (B)	Demand Rate <u>Dth</u> (C)	Total Demand Cost (D=BxC)
NFGSC EFT Capacity Temperature Swing	149,092.0	1,789,104.0	3.5570	\$6,363,843
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NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0432	\$492,327
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.1556	\$347,138
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0432	\$242,974
Subtotal Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$10,921,385
Contingency Capacity				
NFGSC EFT Capacity	31,664.0	379,968.0	3.5570	\$1,351,546
System Upstream Capacity	32,310.0	387,720.0	9.7247	\$3,770,461
Subtotal Contigencey Capacity Costs				\$5,122,007
Grand Total Reserve Capacity Costs				\$16,043,392
Peaking to TC 4.0 - %				2.1957%
Peaking to TC 4.0 - \$				\$352,265
Total Annual Normalized Sales and Total Aggregation Volumes (Mcf)				7,578,474
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.04648
Base Reserve Capacity Charge				\$0.03419
Reserve Capacity Cost Adjustment (\$/Mcf) (.0464803419)				\$0.01229
(applicable to SC13M TC 4.0) DMT Factor				24.8258%
SC 13D TC 4.0				\$0.00305

Date: November 24, 2010