Received: 02/26/2016

Status: CANCELLED Effective Date: 03/01/2016

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

INITIAL EFFECTIVE DATE: 3/1/2016

STATEMENT TYPE: RCC STATEMENT NO: 185

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RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing March 1, 2016 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	3.8860	\$6,952,458
NFGSC ESS Delivery Temperature Swing	135,672.0	1,628,064.0	2.5440	\$4,141,795
NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0396	\$451,299
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.4329	\$391,794
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0381	\$214,290
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				\$12,151,636
Contingency Conseity				
Contingency Capacity NFGSC EFT Capacity	31,664.0	379,968.0	3.8860	\$1,476,556
System Upstream Capacity	32,310.0	387,720.0	9.8761	\$3,829,161
Subtotal Contigencey Capacity Costs	32,310.0	387,720.0	9.8/61	\$5,305,717
Subtotal Configences Capacity Costs				\$3,303,717
Grand Total Reserve Capacity Costs				\$17,457,353
Peaking to classes other than TC 4.0 - %				97.8043%
Peaking to classes other than TC 4.0 - \$				\$17,074,042
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				87,020,629
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.19621
Base Reserve Capacity Charge				\$0.18730
Reserve Capacity Cost Adjustment (\$/Mcf) (0.19621-0.1873)				\$0.00891
(applicable to SC1,2,3,5,7, 9 and Non-Large Industrial 13M) DMT Factor				9.5784%
Non-Large Industrial SC 13D				\$0.00085

Date: February 26, 2016

Issued by C.M. Carlotti, President, 6363 Main Street, Williamsville, NY 14221 (Name of Officer, Title, Address)

Received: 02/26/2016 Status: CANCELLED Effective Date: 03/01/2016

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

Effective With Usage During Billing Period Commencing March 1, 2016
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 <u>Cost</u> (D=BxC)
NFGSC EFT Capacity Temperature Swing	149,092.0	1,789,104.0	3.8860	\$6,952,458
NFGSC ESS Delivery Temperature Swing	135,672.0	1,628,064.0	2.5440	\$4,141,795
NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0396	\$451,299
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.4329	\$391,794
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0381	\$214,290
Subtotal Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$12,151,636
Contingency Capacity				
NFGSC EFT Capacity	31,664.0	379,968.0	3.8860	\$1,476,556
System Upstream Capacity	32,310.0	387,720.0	9.8761	\$3,829,161
Subtotal Contigencey Capacity Costs			<u> </u>	\$5,305,717
Grand Total Reserve Capacity Costs				\$17,457,353
Peaking to TC 4.0 - %				2.1957%
Peaking to TC 4.0 - \$				\$383,311
Touring to 10 tto \$\psi\$				Ψ505,511
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				9,383,368
1.55.05mion (vicini				>,505,500
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.04085
Base Reserve Capacity Charge				\$0.03419
Reserve Capacity Cost Adjustment (\$/Mcf) (0.04085-0.03419)				\$0.00666
(applicable to SC13M TC 4.0)				Ψ0.00300
DMT Factor				24.8258%
Divil Lucioi				24.023070
SC 13D TC 4.0				\$0.00165

Date: February 26, 2016

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