Received: 12/27/2001 Status: CANCELLED Effective Date: 01/01/2002

..DID: 18007

..TXT: PSC NO: 8 GAS STATEMENT TYPE: SCI

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION STATEMENT NO: 27

INITIAL EFFECTIVE DATE: 01/01/02

STAMPS:

Cancelled by Statement SCI Number 28 Effective 02/01/2002

RECEIVED: 12/27/01 STATUS: Cancelled EFFECTIVE: 01/01/02

Page 1 of 1

STATEMENT OF STANDBY CAPACITY INSURANCE RATE

Effective With Usage During Billing Period Commencing January 1, 2002
Applicable to Rates Under Service Classification No. 19
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

Weighted Average Cost of Pipeline Capacity Upstream of National Fuel Gas Supply Corporation Included in Sales Rates

Sales Rates \$10.8231 /Mcf

Plus:

Average Natural Gas Supplier

Demand Cost of Gas \$0.9332 /Mcf

Less:

Recallable Capacity Value \$3.6392 /Mcf

Equals:

Standby Capacity Insurance Rate \$8.1171 /Mcf

Date: December 28, 2001

Issued by <u>D.F. Smith, President, 10 Lafayette Square, Buffalo NY 14203</u> (Name of Officer, Title, Address)