Received: 11/27/2002 Status: CANCELLED Effective Date: 12/01/2002

..DID: 21060

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

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION STATEMENT NO: 25

INITIAL EFFECTIVE DATE: 12/01/02

STAMPS:

Cancelled by Statement RCC Number 26 Effective 01/01/2003

RECEIVED: 11/27/02 STATUS: Cancelled EFFECTIVE: 12/01/02

Page 1 of 1

RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing December 1, 2002 Applicable to Usage Under Service Classification Nos. 1, 2, 3, 5, 7, 8, and 9 AND 13D and 13M NATIONAL FUEL GAS DISTRIBUTION CORPORATION

P.S.C. No. 8 - GAS

	Total NY	Total NY	December		
	Monthly	Annual	Demand	Total	
	Capacity	Capacity	Rate	Demand	
Daily Temperature Swing/Peaking Reserve	<u>Dth</u>	<u>Dth</u>	<u>\$/Dth</u>	<u>Cost</u>	
<u>Capacity Costs</u>	(A)	(B)	(C)	(D=BxC)	
NFGSC EFT Capacity Temperature Swing	111,844.0	1,342,128.0	\$3.5957	\$4,825,890	
NFGSC ESS Delivery Temperature Swing	84,980.0	1,019,760.0	\$2.1345	\$2,176,678	
NFGSC ESS Capacity Temperature Swing	3,994,060.0	47,928,720.0	\$0.0432	\$2,070,521	
S I I I I I I I I I I I I I I I I I I I					
El Paso	27,412.0	328,944.0	\$5.0167	\$1,650,213	
Empire Peaking	27,412.0	328,944.0	\$0.7694	<u>\$253,090</u>	
Total Daily Temperature Swing/Peaking				\$10,976,392	
Reserve Capacity Costs					
Total Annual Normalized Sales and Total				74,609,122	
Aggregation Volumes (Mcf)				, 1,005,122	
Daily Temperature Swing/Peaking Reserve			\$0.1471		
Capacity Costs per Mcf					
Base Reserve Capacity Charge				<u>\$0.1418</u>	
Reserve Capacity Cost Adjustment (\$/Mcf) (.14711418)				<u>\$0.0053</u>	
Applicable to SC1, 2, 3, 5, 7, 8, and 9			\$0.0928		
Less: Storage and Capacity Costs Recovered through SC 13M Rates			ψ0.0320		
Reserve Capacity Cost Charge (\$/Mcf) (.14710928)				\$0.0543	
Applicable to 13M and 13D rates					+0.00.0

Date: November 27, 2002

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