Received: 06/28/2002 Status: CANCELLED Effective Date: 07/01/2002

..DID: 19761

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

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION STATEMENT NO: 20

INITIAL EFFECTIVE DATE: 07/01/02

STAMPS:

Cancelled by Statement RCC Number 21 Effective 08/01/2002

RECEIVED: 06/28/02 STATUS: Cancelled EFFECTIVE: 07/01/02

Page 1 of 1

RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing July 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 | July | | |
|---|----------------|--------------|-----------------|-----------------|----------|
| | 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> | |
| Capacity Costs | (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 | |
| Engage | 27,412.0 | 328,944.0 | \$5.0167 | \$1,650,213 | |
| Empire Peaking | 27,412.0 | 328,944.0 | \$0.7694 | \$253,090 | |
| Total Daily Temperature Swing/Peaking | | | | \$10,976,392 | |
| Reserve Capacity Costs | | | | | |
| Total Annual Normalized Sales and Total | | | | 74,609,122 | |
| Aggregation Volumes (Mcf) | | | | | |
| Daily Temperature Swing/Peaking Reserve | | | | \$0.1471 | |
| Capacity Costs per Mcf | | | | ψ0.11/1 | |
| 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 | | | \$0,0028 | | |
| Less: Storage and Capacity Costs Recovered through SC 13M Rates | | | <u>\$0.0928</u> | | |
| Reserve Capacity Cost Charge (\$/Mcf) (.14710928) | | | | \$0.0543 | |
| Applicable to 13M and 13D rates | 3, - 0, | | | | <u> </u> |
| * * | | | | | |

Date: June 28, 2002

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