

..DID: 5874  
..TXT: PSC NO: 8 GAS LEAF: 74  
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 2  
INITIAL EFFECTIVE DATE: 10/29/98 SUPERSEDING REVISION: 1  
STAMPS: ISSUED IN COMPLIANCE WITH ORDER IN C. 98-G-1291 DATED 10/21/98.  
Cancelled by 3 Rev. Leaf No. 74 Effective 05/01/2002  
RECEIVED: 10/28/98 STATUS: Cancelled EFFECTIVE: 10/29/98  
GENERAL INFORMATION (Cont\*d)

## II. CONTINUED

### 19. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF GAS

#### a. Factor of Adjustment

The rates for gas service under Service Classification Nos. 1, 2, 3, 5, 7, 8 and 9, shall be subject each month to an addition or deduction of \$.0001 per 100 cubic feet for each \$.0001 per 100 cubic feet increase or decrease in the Average Cost of Gas (see Section II.19.c.) above or below the specified Base Cost of Gas (see Section II.19.b.). Such increase or decrease shall be multiplied by the factor of adjustment ratio of 2.30% as determined in Case 98-G-1291 and rounded to the nearest \$.0001 per 100 cubic feet.

#### b. Base Cost of Gas

- (1) The Base Cost of Gas per 100 cubic feet, used to calculate the factor of adjustment explained in Section II.19.a. above, is 30.7732 cents.
- (2) The Base Cost of Gas per 100 cubic feet included in the base rates of Service Classification Nos. 1, 2, and 3 is 30.7732 cents.

The Base Cost of Gas per 100 cubic feet included in the base rates of Service Classification No. 5 is divided into demand and commodity components. The demand component is equal to the average annual supplier demand and winter requirements charges included in the Company's rates under Service Classification Nos. 1, 2, 3, 5, 7, 8, and 9 for the current billing month, expressed on a billing demand unit basis. The commodity component is the Base Cost of Gas as defined in Section II.19.b.(1) above, minus the average annual supplier demand and winter requirements charges included in the Company's rate under Service Classification Nos. 1, 2, 3, 5, 7, 8, and 9 for the current billing month

Issued by P.C. Ackerman, President, 10 Lafayette Square, Buffalo NY 14203  
(Name of Officer, Title, Address)