

PSC NO: 8 GAS
COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 9/1/2008

STATEMENT TYPE: IGC
STATEMENT NO: 40

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STATEMENT OF INCREMENTAL MONTHLY GAS SUPPLY CHARGE
(Issued Under Authority of 16 NYCRR Sec. 270.55)

Effective With Usage On and After September 1, 2008
Applicable to Billings Under Service Classification Nos. 1 and 3 for Customers above 3,500 Mcf
per Year Returning to Sales Service from Transportation Service
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
P.S.C. No. 8 - GAS

APPLICABLE SERVICE TERRITORY	<u>¢ per Ccf</u> All Territory
AVERAGE COST OF GAS	
The average cost of gas (as defined in Leaf No. 74) determined on September 30, 2005 by applying the rates and charges of the Company's gas suppliers' in effect on September 1, 2008	
AVERAGE COST - COMMODITY	91.0565
AVERAGE COST - DEMAND	<u>10.5652</u>
TOTAL AVERAGE COST	101.6217
LOST AND UNACCOUNTED FOR	
Adjustment of gas sold, pursuant to Factor of Adjustment Provision on General Information Leaf Nos. 74 of P.S.C. No. 8 -Gas. Commencing with the gas used on and after September 1, 2008	1.9715
ANNUAL REFUND/SURCHARGE	
Adjustment of gas sold, pursuant to Annual Surcharge or Refund Provision on General Information Leaf Nos. 78 and 81 of P.S.C. No. 8 - Gas. Amount applicable during the period January 1, 2008 through December 31, 2008 referable to gas adjustment undercollection for the twelve months ended August 31, 2007.	2.2870
INTERIM ANNUAL REFUND/SURCHARGE	
Adjustment of gas sold, pursuant to Interim Annual Surcharge or Refund provision on General Information Leaf No. 81 of P.S.C. No. 8 - Gas. Amount applicable during the period through August 31 referable to gas adjustment undercollection for the twelve months ending August 31.	0.0000

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

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APPLICABLE SERVICE TERRITORY	<u>¢ per Ccf</u> All Territory
BOILER FUEL SALES AND TRANSPORTATION SERVICE BENEFITS	
Adjustment of gas sold, pursuant to Boiler Fuel Sales and Transportation Service Benefits on General Information Leaf No. 83 and 84 of P.S.C. No. 8 - Gas; Surcharge applicable during the period November 1, 2007 through October 31, 2008.	0.6460
Adjustment of gas sold, pursuant to Boiler Fuel Sales and Transportation Service Benefits on General Information Leaf No. 83 and 84 of P.S.C. No. 8 - Gas; Surcharge applicable during the period April 1, 2008 through March 31, 2009. (Interim filing per Order in Case 07-G-0141)	0.3350
OFF-SYSTEM SALES, CAPACITY RELEASE CREDIT AND SC11 MARGIN	
Amount applicable during the period December 1, 2007 through March 31, 2008 for Off-System Sales, Capacity Release Credit, and Service Class 11 Margin pursuant to General Information Leaf No. 82 of P.S.C. No. 8 - Gas.	-
REFUND PROVISION	
Amount applicable for Gas Supplier Refunds pursuant to General Information Leaf No. 77 of P.S.C. No. 8 - Gas.	0.0000
TOTAL ADJUSTMENTS	5.2395
TOTAL INCREMENTAL MONTHLY GAS SUPPLY CHARGE BEFORE MFC FOR SC1 AND SC3	106.8612
MERCHANT FUNCTION CHARGE FOR SC 1	5.3535
Commencing with the gas used on and after September 1, 2008 and thereafter until changed, the incremental monthly gas supply charge will be for SC 1	112.2147
MERCHANT FUNCTION CHARGE FOR SC 3	2.4303
Commencing with the gas used on and after September 1, 2008 and thereafter until changed, the incremental monthly gas supply charge will be for SC 3	109.2915

Date: August 29, 2008

Issued by A. M. Cellino, President, 6363 Main Street, Williamsville, NY 14221
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