PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 12/1/2008

STATEMENT TYPE: DISS STATEMENT NO: 137

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing December 1, 2008 Applicable to Billings Under Service Classification No. 11 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Billing Rate	<u>\$ per Ccf</u>
Monthly Gas Cost	\$1.072115
Plus: Base Reserve Capacity Cost	\$0.018730
Plus: Delivery Adjustment Charge	\$0.023628
Rate for Delivery Deficiencies between 0 - 2% of total monthly throughput	\$1.114473
Seasonal Premium Factor (November - March)	125%
Rate for Delivery Deficiencies above 2% of total monthly throughput	\$1.393091

The rates listed above are in addition to the approriate transportation service rate charged to the customer for the volumes of gas purchased by the customer under this service classification.

Date: November 26, 2008

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