Received: 07/27/2007 Status: CANCELLED Effective Date: 08/01/2007

PSC NO: 8 GAS

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

STATEMENT TYPE: DISS

STATEMENT NO: 118

INITIAL EFFECTIVE DATE: 8/1/2007

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing August 1, 2007 Applicable to Billings Under Service Classification No. 11 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Billing Rate	\$ per Ccf
Monthly Gas Cost	\$0.940322
Plus: Base Reserve Capacity Cost	\$0.014632
Plus: Delivery Adjustment Charge	\$0.001652
Rate for Delivery Deficiencies between 0 - 2% of total monthly throughput	\$0.956606
Seasonal Premium Factor (April - October)	110%
Rate for Delivery Deficiencies above 2% of total monthly throughput	\$1.052267

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: July 27, 2007

Issued by <u>R.J. Tanski, President, 6363 Main Street, Williamsville, NY</u> 14221 (Name of Officer, Title, Address)