Received: 07/28/2006 Status: CANCELLED Effective Date: 08/01/2006

PSC NO: 8 GAS

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION

STATEMENT TYPE: DISS

STATEMENT NO: 106

INITIAL EFFECTIVE DATE: 8/1/2006

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing August 1, 2006 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	\$0.998117
Plus: Base Reserve Capacity Cost	\$0.014632
Plus: Delivery Adjustment Charge	\$0.001796
Rate for Delivery Deficiencies between 0 - 2% of total monthly throughput	\$1.014545
Seasonal Premium Factor (April - October)	110%
Rate for Delivery Deficiencies above 2% of total monthly throughput	\$1.116000

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 28, 2006

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