PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 10/1/2006

STATEMENT TYPE: DG STATEMENT NO: 37

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STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing October 1, 2006 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect October 1, 2006

Calculation of 70% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure			SC 23	_		
1)	Current Monthly Average Commodity Cost of Gas		\$0.52464	/Ccf		
2)	Current Monthly Average Demand Cost of Gas	\$0.11216	/Ccf			
3)	70% Load Factor Demand Cost Multiplier	0.60034	_			
4)	Current Monthly 70% Load Factor Demand Cost Component		\$0.06733	<u>3</u> /Ccf		
5)	Total 70% Load Factor Monthly Gas Supply Charge		\$0.5919	7 /Ccf		
6)	Total Monthly Adjustments		\$0.01380	/Ccf		
7)	Total 70% Load Factor Monthly Gas Supply Charge W/Adjustments		\$0.6057	/Ccf		
Calculation of Demand and Commodity Gas Costs in Demand Commodity Rate Structure						
Calculation of Commodity Rate						
1)	Current Monthly Average Commodity Cost of Gas		\$0.52464	4 /Ccf		
2)	Total Monthly Adjustments		\$0.0138)_/Ccf		
3)	Total Commodity Cost of Gas		\$0.53844	4_/Ccf		
Calculation of Demand Rate						
1)	Current Monthly Average Demand Cost of Gas		\$0.1121	5 /Ccf		
2)	Demand Cost Multiplier		12.78230)		
3)	Total Demand Cost of Gas		\$1.43362	2_/Ccf MDDQ		

Date: September 28, 2006

Issued by <u>R.J. Tanski, President, 6363 Main Street, Williamsville, NY 14221</u> (Name of Officer, Title, Address) Page 2 of 2

STATEMENT OF GAS COST FOR SERVICE CLASSIFICATION NOS. 23 AND 24 - DISTRIBUTED GENERATION

Effective With Usage During Billing Period Commencing October 1, 2006 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Based on Gas Cost Rates in Effect October 1, 2006							
Calculation of 50% Load Factor Monthly Gas Supply Charge in Volumetric Rate Structure			SC 24				
1)	Current Monthly Average Commodity Cost of Gas		\$0.52464 /Ccf				
2)	Current Monthly Average Demand Cost of Gas	\$0.11216	/Ccf				
3)	50% Load Factor Demand Cost Multiplier	0.59790	-				
4)	Current Monthly 50% Load Factor Demand Cost Component		\$0.06706 /Ccf				
5)	Total 50% Load Factor Monthly Gas Supply Charge		\$0.59169 /Ccf				
6)	Total Monthly Adjustments		\$0.01380 /Ccf				
7)	Total 50% Load Factor Monthly Gas Supply Charge W/Adjustments		\$0.60550 /Ccf				

Note: In Addition SC 23 and SC 24 are subject to the Delivery Adjustment Charge.

Date: September 28, 2006

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