STATEMENT TYPE: RCC

STATEMENT NO: 79

PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 6/1/2007

Page 1 of 2

RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing June 1, 2007 Applicable to Usage Under Service Classification Nos. 1, 2, 3, 5, 7, 8, 9 and Non-Large Industrial 13M and 13D9 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Daily Temperature Swing/Peaking Reserve Capacity Costs	Total NY Monthly Capacity <u>Dth</u> (A)	Total NY Annual Capacity <u>Dth</u> (B)	Demand Rate <u>Dth</u> (C)	Total Demand <u>Cost</u> (D=BxC)
NFGSC EFT Capacity Temperature Swing	158,367.0	1,900,404.0	3.5569	\$6,759,547
NFGSC ESS Delivery Temperature Swing	110,761.0	1,329,132.0	2.1345	\$2,837,032
NFGSC ESS Capacity Temperature Swing	775,327.0	9,303,924.0	0.0432	\$401,930
NFGSC FSS Delivery Temperature Swing	24,086.0	289,032.0	2.1556	\$623,037
NFGSC FSS Capacity Temperature Swing	668,700.0	8,024,400.0	0.0432	\$346,654
Central NY Oil & Gas	24,264.0	291,168.0	2.2500	\$655,128
Tennessee Lateral	24,000.0	288,000.0	1.3077	\$376,618
Total Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$11,999,946
Peaking to classes other than TC 4.0 - %				95.359%
Peaking to classes other than TC 4.0 - \$				\$11,443,029
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				83,927,152
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.13634
Base Reserve Capacity Charge				\$0.14632
Reserve Capacity Cost Adjustment (\$/Mcf) (.1363414632)				(\$0.00998)
(applicable to SC1,2,3,5,7, 9 and Non-Large Industrial 13M)				(,
DMT Factor				10.770%
Non-Large Industrial SC 13D				(\$0.00107)

Date: May 29, 2007

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

RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing June 1, 2007 Applicable to Usage Under Service Classification Nos. 13M and 13D TC 4.0 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

	Total NY Monthly	Total NY Annual	Demand	Total
Deile Tennester Creine (Decleine Decemen	Capacity	Capacity	Rate	Demand
Daily Temperature Swing/Peaking Reserve	Dth	Dth	<u>Dth</u>	Cost
Capacity Costs	(A)	(B)	(C)	(D=BxC)
	159 267 0	1 000 404 0	2 55 60	¢< 750 547
NFGSC EFT Capacity Temperature Swing	158,367.0	1,900,404.0	3.5569	\$6,759,547
NFGSC ESS Delivery Temperature Swing	110,761.0	1,329,132.0	2.1345	\$2,837,032
NFGSC ESS Capacity Temperature Swing	775,327.0	9,303,924.0	0.0432	\$401,930
NFGSC FSS Delivery Temperature Swing	24,086.0	289,032.0	2.1556	\$623,037
NFGSC FSS Capacity Temperature Swing	668,700.0	8,024,400.0	0.0432	\$346,654
Central NY Oil & Gas	24,264.0	291,168.0	2.2500	\$655,128
Tennessee Lateral	24,000.0	288,000.0	1.3077	\$376,618
Total Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$11,999,946
Peaking to TC 4.0 - %				4.641%
Peaking to TC 4.0 - \$				\$556,917
Peaking to 1C 4.0 - \$				\$550,917
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				9,388,599
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.05932
Base Reserve Capacity Charge				\$0.05332
Reserve Capacity Cost Adjustment (\$/Mcf) (.0593205332)				\$0.00600
(applicable to SC13M TC 4.0)				
DMT Factor				13.540%
SC 13D TC 4.0				\$0.00081

Date: May 29, 2007

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