PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 06/01/03

STATEMENT TYPE: DISS STATEMENT NO: 65

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STATEMENT OF DEFICIENCY IMBALANCE SALES SERVICE RATE

Effective With Usage During Billing Period Commencing June 1, 2003 Applicable to Billings Under Service Classification No. 11 NATIONAL FUEL GAS DISTRIBUTION CORPORATION P.S.C. No. 8 - GAS

Authorized Period:	<u>\$ Per Ccf</u>
Billing Rate	
Monthly Gas Cost	\$0.869720
Plus: Base Reserve Capacity Cost	\$0.014180
Plus: Delivery Adjustment Charge	<u>\$0.002870</u>
Subtotal	\$0.886770
Seasonal Premium Factor (April - October)	110%
Total	<u>\$0.975447</u>

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

Date: May 29, 2003

Issued by ______D.F. Smith, President, 10 Lafayette Square, Buffalo NY 14203 (Name of Officer, Title, Address)