STATEMENT TYPE: RCC

STATEMENT NO: 127

PSC NO: 8 GAS COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 5/1/2011

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RESERVE CAPACITY COST ADJUSTMENT STATEMENT AND RESERVE CAPACITY COST STATEMENT

Effective With Usage During Billing Period Commencing May 1, 2011 Applicable to Usage Under Service Classification Nos. 1, 2, 3, 5, 7, 8, 9 and Non-Large Industrial 13M and 13D 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	149,092.0	1,789,104.0	3.5545	\$6,359,370
NFGSC ESS Delivery Temperature Swing	135,672.0	1,628,064.0	2.1345	\$3,475,103
NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0432	\$492,327
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.1556	\$347,138
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0432	\$242,974
NFGSC FSS Delivery Temperature Swing	0.0	0.0	0.0000	\$0
NFGSC FSS Capacity Temperature Swing	0.0	0.0	0.0000	\$0
Subtotal Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$10,916,912
Contingency Capacity				
NFGSC EFT Capacity	31,664.0	379,968.0	3.5545	\$1,350,596
System Upstream Capacity	32,310.0	387,720.0	9.5551	\$3,704,703
Subtotal Contigencey Capacity Costs	- ,	,		\$5,055,299
Grand Total Reserve Capacity Costs				\$15,972,211
Peaking to classes other than TC 4.0 - %				97.8043%
Peaking to classes other than TC 4.0 - \$				\$15,621,509
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				79,556,596
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.19636
Base Reserve Capacity Charge				\$0.18730
Reserve Capacity Cost Adjustment (\$/Mcf) (.1963618730)				\$0.00906
(applicable to SC1,2,3,5,7, 9 and Non-Large Industrial 13M) DMT Factor				9.5784%
Non-Large Industrial SC 13D				\$0.00087

Date: April 28, 2011

Issued by <u>A.M. Cellino, 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 May 1, 2011 Applicable to Usage Under Service Classification Nos. 13M and 13D TC 4.0 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	149,092.0	1,789,104.0	3.5545	\$6,359,370
NFGSC ESS Delivery Temperature Swing	135,672.0	1,628,064.0	2.1345	\$3,475,103
NFGSC ESS Capacity Temperature Swing	949,704.0	11,396,448.0	0.0432	\$492,327
NFGSC FSS Delivery Temperature Swing	13,420.0	161,040.0	2.1556	\$347,138
NFGSC FSS Capacity Temperature Swing	468,700.0	5,624,400.0	0.0432	\$242,974
Subtotal Daily Temperature Swing/Peaking				
Reserve Capacity Costs				\$10,916,912
Cartingan Caracity				
Contingency Capacity NFGSC EFT Capacity	31,664.0	379,968.0	3.5545	\$1,350,596
System Upstream Capacity	32,310.0	379,908.0	9.5551	
Subtotal Contigencey Capacity Costs	52,510.0	387,720.0	9.5551	\$3,704,703 \$5,055,299
Subiotal Configences Capacity Costs				\$5,055,299
Grand Total Reserve Capacity Costs				\$15,972,211
Peaking to TC 4.0 - %				2.1957%
Peaking to TC 4.0 - \$				\$350,702
				1
Total Annual Normalized Sales and Total				
Aggregation Volumes (Mcf)				7,578,474
Daily Temperature Swing/Peaking Reserve				
Capacity Costs per Mcf				\$0.04628
Base Reserve Capacity Charge				\$0.03419
Reserve Capacity Cost Adjustment (\$/Mcf) (.0462803419)				\$0.01209
(applicable to SC13M TC 4.0)				
DMT Factor				24.8258%
SC 13D TC 4.0				\$0.00300

Date: April 28, 2011

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