

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 07/01/09
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 09-M-0311 DATED 06/19/09.

LEAF: 148.11
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION (Cont'd)

II. 49. TEMPORARY STATE ASSESSMENT SURCHARGE

Pursuant to the Commission's Order in Case 09-M-0311 issued and effective June 19, 2009, the Company shall recover a Temporary State Assessment Surcharge ("TSA Surcharge) from sales and transportation customers as follows:

- a. The rates for service rendered pursuant to SC 1, SC 2, SC 2A, SC 3, SC 4, SC 5, SC 6, SC 7, SC 8, SC 9 SC 13D, SC 13 M, SC 22, SC 23 and SC 24 on and after July 1, 2009 shall be subject to a monthly TSA Surcharge computed as follows:

(1) Surcharge Factor – The initial filing is effective July 1, 2009. After July 1, 2009, on or before June 15 of each year from July 1, 2010 – July 1, 2014 a workpapers will be filed with the Commission that calculates the TSA surcharge in compliance with the Commission's Order in Case 09-M-0311. The amount will be divided by the Company's sales forecast exclusive of interruptible sales, interruptible transportation and sales and transportation services in competitive situations. A statement will be filed with the Public Service Commission each month.

- b. TSA Reconciliation

The Company shall reconcile actual TSA costs recovered through the TSA cost rate for the 12-month period ended June 30 with the actual TSA costs incurred for the 12 months ended June 30. Any over or under recovery of TSA costs shall be refunded or surcharged to the applicable Service Classification Customers for a 12-month period beginning September 1. The total reconciliation amount shall be allocated to each customer class based on the allocation method used in the Temporary State Assessment Surcharge.

Issued by A. M. Cellino, President, 6363 Main Street, Williamsville, NY 14221
(Name of Officer, Title, Address)