

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 02/28/07

LEAF: 74.2
REVISION: 4
SUPERSEDING REVISION: 3

GENERAL INFORMATION (Cont'd)

II. CONTINUED

(2) Gas Cost Recovery for SC 7, SC 8 and SC 9.

- (a) The Base Reserve Capacity Rate included in SC 7, SC 8 and SC 9 shall be equal to \$0.32001 per 100 cubic feet for the Winter period December through March of each year and \$0.00000 per 100 cubic feet for the Non-Winter period April through November of each year.

(b) Reserve Capacity Cost Adjustment

The Reserve Capacity Cost Adjustment included in the Monthly Distribution Adjustment Charge for SC 1, SC 2 and SC 3 as calculated in Section 19.b.(1)(a)ii. shall be charged to Customers under SC 7, SC 8 and SC 9.

(c) Calculation of 100% Load Factor Cost of Gas Included in SC 7 Rates

The 100% load factor cost of gas included in SC 7 rates shall be the sum of the Commodity Cost of Gas and the 100% load factor demand cost of gas. The Commodity Cost of Gas shall equal the Average Monthly Commodity Cost of Gas as calculated in Section 19.b.(1)(b)i. The 100% load factor demand cost of gas shall equal the average demand cost of gas as calculated in Section 19.b.(1)(b)ii. multiplied by 86.123%.

(d) Calculation of Gas Costs Included in SC 8 Rates

The cost of gas included in SC 8 rates shall be determined on a seasonal basis. For the months of October, November, December, January, February, March and April, the cost of gas for SC 8 shall equal the Monthly Gas Supply Charge calculated in Section 19.b.(1)(b). For the months of May, June, July, August and September, the cost of gas for SC 8 shall equal the Commodity Cost of Gas included in the Monthly Gas Supply Charge as calculated in Section 19.b.(1)(b)i.

(d) Calculation of the Cost of Gas Included in SC 9 Rates

The cost of gas included in SC 9 rates shall be the sum of the Commodity Cost of Gas and the demand cost of gas. The Commodity Cost of Gas shall equal the Average Monthly Commodity Cost of Gas as calculated in Section 19.b.(1)(b)i. The demand cost of gas shall equal the average demand cost of gas as calculated in Section 19.b.(1)(b)ii.

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(Name of Officer, Title, Address)