

..DID: 9747

..TXT:

**NATIONAL FUEL GAS DISTRIBUTION CORPORATION**

*10 Lafayette Square*

*Buffalo, NY 14203*

September 1, 1999

Hon. Debra Renner  
Acting Secretary  
Public Service Commission  
3 Empire State Plaza  
Albany, NY 12223-1350

RE: Case 98-G-1291 - Compliance Filing  
National Fuel Gas Distribution Corporation

Dear Acting Secretary Renner:

Enclosed for filing in compliance with the Commission ' s Order issued and effective on October 21, 1998 in Case 98-G-1291 are the following revised leaves of National Fuel's Tariff P.S.C. No. 8 - Gas, issued September 1, 1999 to become effective October 1, 1999.

Leaf No. 87	Revision 2
Leaf No. 88	Revision 2

Pursuant to the Order in Case 98-G-1291, National Fuel submits these tariff revisions to remove the Gas Cost Incentive Mechanism from its tariff. As stated in the Order, the Gas Cost Incentive Mechanism will be in effect for the first rate year of a two year settlement agreement. The first rate year of the agreement ends on September 30, 1999.

The Company requests that newspaper publication under the Public Service Law and 16 NYCRR 270.70 be waived. The Company made newspaper publication in its initial compliance filing on October 28, 1998 and is deemed unnecessary. The Company is making this filing in compliance with the Order in Case 98-G-1291 on 30 day's notice.

A copy of this filing will be mailed to all active parties in Case 98-G-1291 as shown on Attachment A.

Any questions on this filing may be directed to the undersigned.

Very truly yours,

Michael W. Reville

MWR/tc  
Enclosure

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CASE 98-G-1291

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