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NATIONAL FUEL GAS DISTRIBUTION CORPORATION

*10 Lafayette Square
Buffalo, NY 14203*

November 30, 1999

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

Re: Case 98-G-0122 - Filing in Compliance with the Commission's Order
Issued and Effective November 2, 1999

Dear Acting Secretary Renner:

National Fuel Gas Distribution Corporation ("Distribution" or the "Company") submits the following amendment to its tariff, P.S.C. No. 8 - GAS:

Leaf No. 290 Revision 1

The proposed revision is issued today for an effective date of December 1, 1999.

Description of Amendments

The above-listed revision proposes to modify Distribution's Service Classification No. 21 - Basic gas-for-electric-generation-service tariff by replacing the tariff's monthly balancing service with a daily balancing service. More specifically, the tariff currently permits the customer to maintain a monthly burner tip surplus imbalance of up to 5% of gas transported during the month, with charges applicable for imbalances greater than 5%. The proposed revision modifies the balancing provisions of the tariff by changing the balancing period from monthly to daily, and reducing the tolerance band from five percent to two percent. In addition, the revision proposes charges for imbalances that exceed the two percent tolerance band.

- 2 -

Reason for Amendments

This is a compliance filing in response to the Commission's order, in Case 98-G-0122, issued and effective on November 2, 1999 ("Order"). In the Order, the Commission directed Distribution to further comply with the Commission's March 17, 1999 order in Case 98-G-0122 by filing tariff revisions "so that if balancing is offered, it be on a daily basis with a reasonable charge imposed for daily imbalances in excess of 2%." The proposed revision complies in all respects with the Commission's directive.

Newspaper Publication

The requirement for newspaper publication was waived in ordering paragraph no. 3, page 6 of the Order.

Contact Person

All communications relating to this filing should be directed to the undersigned or Eric Meisl, (716) 857-7805.

Conclusion

Distribution respectfully requests that the Commission approve the above tariff amendment for an effective date of December 1, 1999, as provided in the Order.

Respectfully submitted,

Michael W. Reville