Received: 10/29/2007

## National Fuel Gas Distribution Corporation 6363 Main Street Williamsville, NY 14221

October 29, 2007

Hon. Jaclyn A. Brilling, Secretary New York State Department of Public Service Three Empire State Plaza Albany, NY 12223-1350

## Dear Secretary Brilling:

Enclosed is an electronic version of Monthly Gas Supply Charge Statement No. 71 applicable to Service Classification Nos. 1, 2, and 3, and Delivery Adjustment Charge Statement No. 67 applicable to Service Classification Nos. 1, 2, 3, 5, 7, 8, and 9 of our Rate Schedule P.S.C. No. 8 – Gas. The Monthly Gas Supply Charge Statement No. 71 and the Delivery Adjustment Charge Statement No. 67 will be effective commencing with gas used on or after November 1, 2007.

The estimated amount related to surcharges and credits included in Statements No. 67 & 71 is \$2,117,000 based on estimated November 2007 sales of 34,870,000 Ccf. The estimated effect on revenue, exclusive of surcharges and credits, is a decrease of \$863,400 on a monthly basis.

The surcharge calculation for November 2007 Intermediate Pipeline Stranded Capacity Surcharge pursuant to General Leaf No. 148.2 of P.S.C. No 8 – Gas results in a unit surcharge of \$0.02330 /Mcf is applicable for November 1, 2007 through November 30, 2007.

The surcharge calculation for November 2007 Upstream Pipeline Stranded Capacity Surcharge pursuant to General Leaf No. 148.1 of P.S.C. No 8 – Gas results in a unit surcharge of \$0.05090 /Mcf is applicable for November 1, 2007 through November 30, 2007.

The Company's Off-System/Capacity Release/Service Class 11 filing pursuant to General Leaf No. 82 of P.S.C. No. 8 – Gas is enclosed to be refunded for the period November 1, 2007 through March 31, 2008. The unit refund is \$0.2258/Mcf.

The Company's 90/10 Symmetrical Sharing filing for the twelve months ended July 31, 2007 is included. The unit surcharge of \$0.0646/Mcf is applicable for the period November 1, 2007 through October 31, 2008. The Company has included a prior adjustment for a minimum margin shortfall being recovered from a transportation customer. The Company has also included an adjustment to the TC1.1 transportation rate class targeted revenue to reflect the fact that actual migration of sales customers to the TC1.1 transportation rate class was less than the amount forecasted in the rate year from which the sharing target was determined. These adjustments were been discussed with the Public Service Commission Staff.

In addition, Deficiency Imbalance Sales Service Rate Statement No. 121, Demand Transfer Recovery Rate Statement No.118, Gas Transportation Statement No.118, Natural Gas Vehicle Statement No. 121, Standby Sales Service Rate Statement No.121, Transportation Sales Service Rate Statement No.123, Reserve Capacity Cost Statement No. 84, Weather Normalization Clause Multipliers Statement No. 67, Distributed Generation Statement No. 50, LIRA Minimum Charge Statement No.28, Minimum Bill Credit Statement No.28, Merchant Function Charge Statement No.31, Incremental Monthly Gas Supply Charge Statement No. 27 and Low Income Customer Affordability Assistance Program Statement No. 19 are included.

This statement is filed in compliance with 16 NYCRR, Section 270.55. Information pertaining to section 270.55d(7) will be delivered under separate cover letter.

In connection with this filing, the Company is also required to submit information that contains trade secrets. Accordingly, the Company has filed the required information with the Department Records Access Officer, together with a request for trade secret protection under the Commission's regulation. The instant filing includes redacted copies of the documents submitted to the Department Records Access Officer. The information for which trade secret protection has been requested is deleted. Copies of the same documents, with the redacted sections shaded (but legible) for identification, are being submitted to the Department Records Access Office under separate cover.

Very truly yours,

Eric H. Meinl General Manager Rates & Regulatory Affairs

Encl.