Received: 12/02/2011 Status: CANCELLED Effective Date: 02/01/2012

PSC NO. 8 GAS NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE DATE: 02/01/12

GENERAL INFORMATION

LEAF: 148.9.3

REVISION: 2

SUPERSEDING REVISION: 0

II. 47. CONSERVATION INCENTIVE PROGRAM ("CIP") COST RECOVERY MECHANISM

Effective January 1, 2012 the Company shall recover the following CIP costs listed below through December 31, 2012 associated with the following programs approved by the Commission in Case 07-M-0548 issued October 23, 2009 and January 4, 2010.

A monthly surcharge will apply to SC 13M and SC 13D, TC 1.1, TC 2.0, TC 3.0, TC 4.0 and TC 4.1 Customers (exclusive of customers receiving negotiated rates pursuant to the competitive rate provisions of those rate schedules) for the following programs.

| | <u>Amount</u> | <u>Rate</u> |
|-----------------------------|---------------|---------------|
| Flex Tech Program | \$ 42,824 | \$0.00180/Mcf |
| Existing Facilities Program | \$212,235 | \$0.00893/Mcf |

A monthly surcharge will apply to SC 1, SC 2, SC 2A, SC 3, SC 4, SC 5, SC 6, SC 7, SC 8, SC 9, SC 13M and SC 13D, TC 1.1, TC 2.0, TC 3.0, TC 4.0, TC 4.1, SC 23 and SC 24 Customers (exclusive of customers receiving negotiated rates pursuant to the competitive rate provisions of those rate schedules) for the following program.

| | <u>Amount</u> | <u>Rate</u> |
|--------------------------|---------------|---------------|
| New Construction Program | \$ 113,523 | \$0.00128/Mcf |

Effective January 1, 2013 the Company shall recover the following CIP costs listed below through December 31, 2013 associated with the following programs approved by the Commission in Case 07-M-0548 issued October 23, 2009 and January 4, 2010 and in Case 10-M-0457 issued December 30, 2010.

A monthly surcharge will apply to SC 13M and SC 13D, TC 1.1, TC 2.0, TC 3.0, TC 4.0 and TC 4.1 Customers (exclusive of customers receiving negotiated rates pursuant to the competitive rate provisions of those rate schedules) for the following programs.

| | <u>Amount</u> | <u>Rate</u> |
|-----------------------------|---------------|---------------|
| Flex Tech Program | \$ 10,705 | \$0.00045/Mcf |
| Existing Facilities Program | \$ 26,530 | \$0.00112/Mcf |

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