

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

LEAF: 148.10
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION (Cont'd)

II. 49. LICAAP DISCOUNT CHARGE

The Company will reconcile LIRA/LICAAP expenditures with LIRA/LICAAP revenues on an annual basis.

The reconciliation period will be for the 12 months ended December. The surcharge period shall be March 1 through February 28 and shall apply to SC1, SC 2, SC 2A and SC 2B. For each 12-month period, the LIRA/LICAAP expenditures shall include:

- (1) LIRA and LICAAP discounts provided to Customers.
- (2) Arrearage forgiveness under the LICAAP program during the year.
- (3) Administrative costs of the program

For each 12-month period the LIRA/LICAAP revenues shall include:

- a. \$5,000,000 of LIRA/LICAAP discounts imputed in base rates.
- b. Any over or under recovery of previous years LIRA/LICAAP surcharge revenue.

Issued by R. J. Tanski, President, 6363 Main Street, Williamsville, NY 14221
(Name of Officer, Title, Address)