PSC NO. 8 GAS LEAF: 148.10 NATIONAL FUEL GAS DISTRIBUTION CORPORATION REVISION: 8 INITIAL EFFECTIVE DATE: 6/1/14 SUPERSEDING REVISION: 7 ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 13-G-0136 DATED 5/8/14.

GENERAL INFORMATION

b. CIP Cost Reconciliation

The Company shall reconcile actual CIP costs recovered through the CIP cost rate for the 12-month period ended December 31 with the actual CIP costs incurred for the 12 months ended December 31. Annual CIP reconciliations shall comply with the orders issued by the Commission in Cases 07-M-0548 and 07-G-0141.

c. Revenue Decoupling Mechanism ("RDM")

Included in the annual CIP Cost Reconciliation shall be a credit or surcharge associated with the RDM approved in Case 13-G-0136. RDM credits or surcharges for the 9 month period from January 1, 2013 through September 30, 2013 associated with the RDM approved in Case 07-G-0141 shall be calculated on a prorated basis. The RDM costs to be recovered or refunded shall be determined as the change in margin associated with changes in weather normalized average consumption of the following Customer classes. The margin per account shall be determined by calculating the change in SC 1, SC 2, SC 2A and SC 3 (excluding NGV pilot program usage and incremental Excelsior Program usage not included in RDM) normal usage per account for the 12-month period ending September 30 compared to imputed normal usage per account multiplied by the appropriate rate category margin. This change in margin per account will then be multiplied by the number of accounts in each rate category margin shall be as follows:

Service Classification	Benchmark Annual Imputed Usage per Account	Rate Category Margin
Residential SC 1 & SC 2	102.572/Mcf	\$0.82083/Mcf
SC 3	420.703/Mcf	\$1.99718/Mcf

October	1 –	September	30,	2014
---------	-----	-----------	-----	------

October 1 - September 30, 2015

Service Classification	Benchmark Annual Imputed Usage per Account	Rate Category Margin
Residential SC 1 & SC 2	101.553/Mcf	\$0.82083/Mcf
SC 3	417.008/Mcf	\$1.99718/Mcf

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