Received: 01/27/2012

Status: CANCELLED Effective Date: 02/01/2012

STATEMENT TYPE: CIP

STATEMENT NO: 23

COMPANY: NATIONAL FUEL GAS DISTRIBUTION CORPORATION INITIAL EFFECTIVE Dz 2/1/2012

Page 1 of 1

STATEMENT OF CONSERVATION INCENTIVE PROGRAMS COST RECOVERY

Effective With Usage During Billing Period Commencing February 1, 2012

Applicable to Usage Under Service Classification Nos. 1, 2, 2A, 2B, 3, 5, 7, 8, 9, 13D, 13M, 23 and 24

NATIONAL FUEL GAS DISTRIBUTION CORPORATION

P.S.C. No. 8 - GAS

Pursuant to Tariff Leaf No. 148.9 PSC No. 8 GAS the following rates will be in effect to recover cost associated with the Company's Conservation Incentive Programs ("CIPs")

1. Monthly surcharge recovered in the Delivery Adjustment Charge of SC 1, SC 2, SC 2A, SC 2B, SC 3, SC 5, SC 7, SC 8, SC 9, SC 23 and SC 24

a.) To recover annual amount of \$10,040,000 Reconciliation for TME 12/31/10 applicable 3/1/11 - 2/29/12		\$0.016128 \$0.000450	
b.) To recover \$0 of CIP costs through 12/31/12 associated with the commercial and industrial new construction program Reconciliation for TME 12/31/10 applicable 3/1/11 - 2/29/12		\$0.000000 \$0.000020	•
c.) To recover cost through 12/31/12 associated with the following programs as approved by Commission in Case 07-M-0548 issued October 25, 2011.			
High Performance with Energy Star Program	\$0	\$0.000000	per Ccf
New York Energy Star Homes	\$0	\$0.000000	per Ccf
Assisted Home Performance with Energy Star Program	\$0	\$0.000000	per Ccf
EmPower New York	\$0	\$0.000000	per Ccf
Grand Total recovered in Delivery Adjustment Charge	-	\$0.016598	per Ccf

2. Monthly surcharge recovered from SC 13M and SC 13D $\,$

Costs through 12/31/12 \$/Mcf \$/D \$/D <th></th> <th>TC 1.1</th> <th>TC 2.0</th> <th>TC 3.0</th> <th>TC 4.0</th> <th>TC 4.1</th>		TC 1.1	TC 2.0	TC 3.0	TC 4.0	TC 4.1	
Existing Facilities annual - \$0 \$0.000000 \$0.0	Costs through 12/31/12	\$/Mcf	\$/Mcf	\$/Mcf	\$/Mcf	\$/Mcf	
Commer. & Industrial annual - \$0 \$0.000000 \$0.	Multi Family annual - \$0	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
Commer. & Indus. New Construction annual - \$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 Agriculture Energy Efficiency annual - \$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 Industrial & Process Efficiency annual - \$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 Flex Tech annual - \$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 Reconciliation for TME 12/31/10 effective 3/1/11 - 2/29/12 TC 1.1 - 4.1 \$0.011000 \$0.011000 \$0.011000 \$0.011000 \$0.011000 TC 1.1 - 4.1 less TC 4.0 \$0.014600 \$0.014600 \$0.014600 \$0.000000 \$0.000200 \$0.000200 Throughput \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200	Existing Facilities annual - \$0	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
Agriculture Energy Efficiency annual - \$0	Commer. & Industrial annual - \$0	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
\$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.00000000		\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
\$0 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.000000 \$0.00000000	2 2, ,	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
Reconciliation for TME 12/31/10 effective 3/1/11 - 2/29/12 TC 1.1 - 4.1 \$0.011000	•	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
TC 1.1 - 4.1 \$0.011000 \$0.011000 \$0.011000 \$0.011000 \$0.011000 \$0.011000 TC 1.1 - 4.1 less TC 4.0 \$0.014600 \$0.014600 \$0.014600 \$0.00200 \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200	Flex Tech annual - \$0	\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000	
TC 1.1 - 4.1 less TC 4.0 \$0.014600 \$0.014600 \$0.014600 \$0.00000 \$0.014600 Throughput \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200	Reconciliation for TME 12/31/10 effective 3/1/11 - 2/29/12						
Throughput \$0.000200 \$0.000200 \$0.000200 \$0.000200 \$0.000200							
Grand Total recovered in SC 13M & SC 13D rates <u>\$0.025800</u> \$0.025800 \$0.025800 \$0.011200 \$0.025800	Throughput	\$0.000200	\$0.000200	\$0.000200	\$0.000200	\$0.000200	
Grand Total recovered in SC 13M & SC 13D rates \$\\\ \begin{array}{c ccccccccccccccccccccccccccccccccccc							
	Grand Total recovered in SC 13M & SC 13D rates	\$0.025800	\$0.025800	\$0.025800	\$0.011200	\$0.025800	

Date: January 27, 2012

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