

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

LEAF: 148.7
REVISION: 4
SUPERSEDING REVISION: 3

GENERAL INFORMATION

II. CONTINUED

45. LOST REVENUE RECOVERY CHARGE

a. Filing of Lost Revenue Recovery Rate Statement

Each year for the 12 months ended December 31, the Company shall calculate billing revenues resulting from Customers migrating from sales to transportation service. Revenues are lost if there has been a decline in imputed billing activity as a result of customers migrating from sales to transportation service. The imputed billing service activity shall be 5,745,741 bills. The lost billing revenues shall be recovered through the Delivery Adjustment Charge ("DAC") to Customers for the 12 months beginning March 1 of each year. The surcharge shall apply to SC 1, SC 2, SC 3, SC 4, SC 5, SC 6, SC 7, SC 8, SC 9, SC 13M, SC 13D, SC 22, SC 23 and SC 24.

The determination of lost billing revenue shall be based on actual migrated Customers. The actual migration activity shall be determined by summing bills associated with Customers migrating from Company-provided billing service commencing January 1, 2008.

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