

PSC NO. 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 05/01/10
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 09-G-0354 DATED 02/12/10.

LEAF: 148.12
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION (Cont'd)

II. 50. TENNESSEE PIPELINE PCB CLEAN UP COSTS

The Company will be receiving refunds from Tennessee Gas Pipeline for PCB clean up costs. Pursuant to the Commission's Order in Case 09-G-0354 issued and effective February 12, 2010, the Company shall refund Tennessee PCB clean up costs to sales and transportation customers as follows:

- a. The rates for service rendered pursuant to SC 1, SC 2, SC 2A, SC 3, SC 4, SC 5, SC 6, SC 7, SC 8, SC 9, SC 13D, SC 13 M, SC 22, SC 23 and SC 24 on and after May 1, 2010 shall be subject to a monthly refund computed as follows:

(1) Refund Factor – The initial filing is effective May 1, 2010. Workpapers will be filed with the Public Service Commission as refunds are received to determine the monthly billing rate. The rate will be determined by dividing the refund amount by the Company's sales and transportation forecast based upon a twelve month period.

- b. Reconciliation

The Company shall reconcile the actual refund amount flowed back to customers with the actual refund received. Any over or under recovery of refunds received shall be refunded or surcharged to the applicable Service Classification Customers for a 12-month period beginning July 1.

- c. Interest

Interest shall be computed on the unrefunded balance from the date of receipt of the refund until the refund is returned to the customers, at least at the rate prescribed by the Commission for consumer deposits.

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