



April 1, 2016

Honorable Kathleen H. Burgess
Secretary
New York State Department of Public Service
Three Empire State Plaza, 19th Floor
Albany, NY 12223

Re: Case 07-M-0548 – Proceeding on Motion of the Commission Regarding an Energy Efficiency Portfolio Standard

Case 07-G-0141 – Proceeding on Motion of the Commission as to the Rates, Charges, Rules, and Regulations of National Fuel Gas Distribution Corporation for Gas Service – Conservation Incentive Program

Dear Secretary Burgess,

Pursuant to ordering clause 2 from the New York State Public Service Commission's Order Establishing Utility Financial Incentives, issued and effective March 22, 2012, attached please find National Fuel Gas Distribution Corporation's calculation of Step One incentive awards. Any questions you may have regarding the attached can be directed to the undersigned at (716)-857-7440 or at crahene@natfuel.com.

Respectfully submitted,

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Attachment

**National Fuel Gas Distribution Corporation
 Conservation Incentive Program
 Step One Incentive Award Calculation
 Program Years 2012 Through 2015
 As Of: March 2016 Reporting (Program Results Through December 2015)
 Excludes: Commitments and Encumbrances**

Residential Rebate Program

	Cal. Year 2012	Cal. Year 2013	Cal. Year 2014	Cal. Year 2015	1/2012 - 12/2015
Actual Performance	130,256	161,311	623,485	205,101	1,120,153
100% Target	181,900	181,900	181,900	181,900	727,600
80% Target	145,520	145,520	145,520	145,520	582,080

NRCIP

	Cal. Year 2012	Cal. Year 2013	Cal. Year 2014	Cal. Year 2015	1/2012 - 12/2015
Actual Performance	21,699	14,873	56,474	19,632	112,678
100% Target	154,499	154,499	154,499	154,499	617,996
80% Target	123,599	123,599	123,599	123,599	494,397

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LIURP

	Cal. Year 2012	Cal. Year 2013	Cal. Year 2014	Cal. Year 2015	EmPower Referrals	1/2012 - 12/2015
Actual Performance	33,938	49,574	42,507	31,576	7,528	165,123
100% Target	47,311	47,311	47,311	47,311	N/A	189,244
80% Target	37,849	37,849	37,849	37,849	N/A	151,395

Note: "EmPower Referrals" represents EmPower jobs completed by NYSERDA, outside of LIURP. Per the 1/4/2010 and 12/17/2012 Commission Orders at Case 07-M-0548, utilities receive a share of these energy savings from NYSERDA, solely for the purposes of financial incentives. The savings shown above are based on NYSERDA's 12/31/2015 "EmPower New York - Energy Savings Credits for EEPS Electric and EEPS Gas Report."

Conservation Incentive Program - Total Portfolio

	Cal. Year 2012	Cal. Year 2013	Cal. Year 2014	Cal. Year 2015	EmPower Referrals	1/2012 - 12/2015
Actual Performance	185,893	225,758	722,466	256,309	7,528	1,397,954
100% Target	383,710	383,710	383,710	383,710	N/A	1,534,840
80% Target	306,968	306,968	306,968	306,968	N/A	1,227,872