



national fuel

July 31, 2012

Honorable Jaclyn A. Brillig
Secretary
New York State Public Service Commission
Three Empire State Plaza
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 Brillig,

Pursuant to the Commission's October 25, 2011 Order in the above referenced proceedings, attached please find the June 2012 forecast of end of year expenditures, revenues, cash balances, and commitments for National Fuel Gas Distribution Corporation.

Any questions you may have regarding the attached can be directed to the undersigned at (716) 857-7805.

Respectfully submitted,

Eric H. Meinel
General Manager, Rates & Regulatory Affairs

Attachments

National Fuel Gas Distribution Corporation
Forecast of End-of-Year Expenditures, Commitments, and Cash Balances
as required by Commission Order issued October 25, 2011 in Case 07-M-0548
with a filing date of July 31, 2012

Gas Portfolio	Forecast of Year-End					Commitments
	Expenditures	Revenues	Cash Balances			
			Annual	Rolling		
2012	\$ 5,704,826.82	\$ 8,313,446.50	\$ 2,608,619.68	\$ 2,608,619.68	\$ 999,865.07	
2013	\$ 10,040,000.00	\$ 10,040,000.00	\$ -	\$ 2,608,619.68	\$ 999,865.07	
2014	\$ 10,040,000.00	\$ 10,040,000.00	\$ -	\$ 2,608,619.68	\$ 999,865.07	
2015	\$ 10,040,000.00	\$ 10,040,000.00	\$ -	\$ 2,608,619.68	\$ 999,865.07	
2016	\$ 999,865.07	\$ -	\$ (999,865.07)	\$ 1,608,754.61	\$ -	

Notes

(1) Detail on year to date expenditures through June 2012 is outlined in the individual program scorecards, filed at docket numbers 07-M-0548 and 07-G-0141, on July 30, 2012.

(2) NFGDC is currently assessing changes to budgeted amounts based on program results to date. Any proposed program changes, including budget changes if deemed necessary, will be addressed in NFGDC's August 15, 2012 filing addressing program modifications that would result in substantial impacts on targets and/or budgets.

(3) "Expenditures" for 2012 are based on annualized participation levels experienced year to date. In 2013, 2014 and 2015, NFGDC assumes it will spend the budgeted amount outlined in the EEPS Order, issued October 25, 2011 in case 07-M-0548. Expenditures for 2016 currently represent carry over commitments from 2015.

(4) NFGDC has projected revenues for the remainder of the calendar year, based on forecasted receipts from customers. Revenues are projected to be under budget due to extremely warmer than normal weather experienced this past winter and spring. From 2013 to 2015, NFGDC assumes normalized weather and as a result, anticipates revenues that match the approved budgeted amount outlined in the EEPS Order, issued October 25, 2011 in case 07-M-0548.

(5) Annual "Cash Balances" represents "Revenues" less "Expenditures" for each calendar year.

(6) Rolling cash balances show the growth/(decline) in accumulated cash balances from year to year.

(7) "Commitments" are based on the amount of projected residential rebates expected to carry over into the next program year for processing, and the full EM&V budgeted amount outlined in the EEPS Order, issued October 25, 2011 in case 07-M-0548, as NFGDC assumes that the full amount of the EM&V budget will be spent.