



December 29, 2025

VIA ELECTRONIC FILING

Matthew Homsher, Secretary
Pennsylvania Public Utility Commission
400 North Street, 2nd Floor North
P.O. Box 3265
Harrisburg, Pennsylvania 17120

Re: Docket # M-2025-3052807 Quarterly Financial Reports

Dear Secretary Homsher:

Attached for electronic filing is a copy of the Quarterly Financial Report for the twelve month period ended September 30, 2025. We have also sent Ms. V. Johns an electronic file via email, using the template provided by the PUC. Per Opinion and Order adopted by the Commission in the Public Meeting on February 11, 1993 (P-00920642), this report is the company's annual report.

National Fuel's Annual Financial Report is being electronically filed. No additional paper copies will be sent.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Rebecca Hillery".

Rebecca Hillery
Managing Director
Rates and Regulatory Affairs

Enclosure

SCHEDULE A

Company Name: National Fuel Gas Distribution Corporation
 Financial Report for Twelve Months Ended
 September 30, 2025

(Thousands of Dollars)

	Actual per <u>Books</u> (1)	Intrastate <u>Percent</u> (2)	Intrastate <u>per books</u> (3)	<u>Adjustments (a)</u> (4)	<u>Adjusted Results</u> (5)	<u>Adj. No.</u> (6)
Original Cost of Plant In Service	\$849,887	1.0000	\$849,887	108,283	\$958,170	
Less: Depreciation Reserve	292,196	1.0000	292,196	19,663	311,858	
Net Plant in Service	557,691		557,691	88,620	646,311	1
<u>Additions:</u>						
Land/Plant Held for Future Use	0	1.0000	0	0	0	
Materials & Supplies & Fuel Stocks	11,481	1.0000	11,481	(4,201)	7,280	2
Cash Working Capital (b)	0	1.0000	0	5,000	5,000	3
Other	1,350	1.0000	1,350	(532)	818	4
<u>Deductions:</u>						
Accumulated Deferred Income Taxes						
Liberalized Depreciation	76,126	1.0000	76,126	(3,259)	72,867	5
Investment Tax Credit	0	1.0000	0	0	0	6
Other	0	1.0000	0	0	0	
Customer Deposits	5,144	1.0000	5,144	7	5,152	7
Customer Advances	49	1.0000	49	0	49	
Contributions in Aid of Construction	0	1.0000	0	0	0	
Other	0	1.0000	0	0	0	
RATE BASE	<u>\$489,204</u>		<u>\$489,204</u>	<u>92,139</u>	<u>\$581,343</u>	
<u>Operating Revenues</u>	<u>\$239,740</u>	1.0000	<u>239,740</u>	<u>\$17,433</u>	<u>\$257,173</u>	8
<u>Operating Expenses</u>						
Operation & Maintenance	173,226	1.0000	173,226	30,029	203,255	9
Annual Depreciation	19,244	1.0000	19,244	2,149	21,393	10
Taxes - Other than Income	2,151	1.0000	2,151	162	2,313	11
State Income Tax - Current (c)	9	1.0000	9	(9)	0	12
Federal Income Tax - Current (c)	(2,749)	1.0000	(2,749)	(407)	(3,156)	13
Deferred Income Taxes	5,469	1.0000	5,469	(5,182)	286	14
Investment Tax Credit (Net)	0	1.0000	0	0	0	15
Total Operating Expenses	197,350		197,350	26,742	224,091	
INCOME AVAILABLE FOR RETURN	<u>\$42,390</u>		<u>\$42,390</u>	<u>(\$9,309)</u>	<u>\$33,082</u>	
RATE OF RETURN - OVERALL	<u>8.67%</u>		<u>8.67%</u>		<u>5.69%</u>	

(a) Schedule B and Schedule C

(b) As adjudicated in last rate case or as currently calculated

(c) Reflects the new tax method of accounting for certain capitalized costs relating to its utility property for income tax purposes (tax repairs) under Revenue Procedure 2023-15, which the Company adopted during FY2024.

SCHEDULE B

COMPANY NAME: National Fuel Gas Distribution Corporation

Summary of Pro Forma Intrastate Adjustments
(Thousands of Dollars)

<u>Rate Base Adjustments</u>	<u>Rate Base</u>	<u>Revenues</u>	<u>Expenses</u>	<u>Taxes*</u>
(1) Line 3 Net Plant	88,620			
(2) Line 5 Additions: Materials and Supplies	(4,201)			
(3) Line 6 Additions: Cash Working Capital	5,000			
(4) Line 7 Additions: Other	(532)			
(5) Line 9 Deductions: DIT Liberalized Depr.	3,259			
(6) Line 10 Deductions: DIT Invest. Tax Credit	0			
(7) Line 12 Deductions: Customer Deposits	(7)			
 <u>Income Statement Adjustments</u>				
(8) Line 17 Operating Revenues		17,433		
(9) Line 18 Operating and Maintenance Exp.			30,029	
(10) Line 19 Annual Depreciation			2,149	
(11) Line 20 Taxes Other than Income				162
(12) Line 21 State Income - current				(9)
(13) Line 22 Federal Income - current				(407)
(14) Line 23 Deferred Income Tax				(5,182)
(15) Line 24 Investment Tax Credit (net)				0
(16)				
(17)				
(18)				
(19)				
(20)				
Totals	<u>\$92,139</u>	<u>\$17,433</u>	<u>\$32,178</u>	<u>(\$5,437)</u>

*Includes gross receipts tax (GRT), where applicable

SCHEDULE C

COMPANY NAME: National Fuel Gas Distribution Corporation

Explanation of Adjustments

Rate Base Adjustments

- (1) To reflect plant additions and retirements pursuant to 52 Pa. Code Section 69.371 and 66 Pa.C.S.A. Section 315(e).
- (2) To reflect average balance
- (3) To reflect estimated Cash Working Capital position
- (4) To reflect average balance
- (5) To reflect plant additions and retirements pursuant to 52 Pa. Code Section 69.371 and 66 Pa.C.S.A. Section 315(e).
- (6) To reflect plant additions and retirements pursuant to 52 Pa. Code Section 69.371 and 66 Pa.C.S.A. Section 315(e).
- (7) To reflect average balance

Income Statement Adjustments

- (8) To reflect revenue projection adjustments to replicate a filing condition pursuant to 66 Pa.C.S.A. Section 315(e).
Reflect elimination of Gross Receipts Tax. Rates effective January 1, 2007.
- (9) To reflect revenue projection adjustments to replicate a filing condition pursuant to 66 Pa.C.S.A. Section 315(e).
Reflect elimination of Gross Receipts Tax. Rates effective January 1, 2007.
- (10) To reflect Negative Net Salvage and Plant additions and retirements pursuant to 52 Pa. Code Section 69.371 and 66 Pa.C.S.A. Section 315(e).
- (11) To reflect normalization adjustments. Reflect elimination of Gross Receipts Tax.
- (12) To reflect only ratemaking tax deductions.
- (13) To reflect only ratemaking tax deductions.
- (14) To reflect only ratemaking tax deductions.
- (15) To reflect only ratemaking tax deductions.
- (16)
- (17)
- (18)
- (19)
- (20)

SCHEDULE D-1

COMPANY NAME: National Fuel Gas Distribution Corporation
 Intrastate Per Books
 Calculation of Return on Common Equity
 for the 12 Months Ended 09/30/25
 (Thousands of Dollars)

	Capital Ratios (a) (1)	x	Rate Base (b) (2)	=	Totals (3)	x	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2		Sch. A. Col. 3 Line 16				Sch. F Col. 7		
1) Debt	45.10%		\$489,204		\$220,631		5.22%		\$11,517
2) Preferred	0.00%		\$489,204		0		5.22%		0
3) Common Equity	<u>54.90%</u>		\$489,204		<u>268,573</u>				
4) Total	<u>100.00%</u>				<u>\$489,204</u>				<u>\$11,517</u>

12 Months ended 09/30/25

	Intrastate Per Books
5) Income Available for Return (from Sch. A, Col. 3, Line 26)	\$42,390
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$11,517</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$30,873</u>
8) Debt Cost (Col 5., Line 1)	\$11,517
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>10,923</u>
10) Difference (Line 8 Less Line 9)	594
11) Times: Composite State and Federal Income Tax Rate	<u>27.71%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$165</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$31,038</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>11.51%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>11.56%</u>

SCHEDULE D-2

COMPANY NAME: National Fuel Gas Distribution Corporation
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 for the 12 Months Ended 09/30/25
 (Thousands of Dollars)

	Capital Ratios(a)		Rate Base(b)	Totals	Embedded Cost Rates(c)	Total Rate Base Related Cost of Debt and Preferred & Preference
	(1)		(2)	(3)	(4)	(5)
	Sch. E Col. 2	x	Sch. A. Col. 5 Line 16	=	x Per R-2022- 3035730	=
1) Debt	45.10%		\$581,343	\$262,186	5.28%	\$13,843
2) Preferred	0.00%		\$581,343	0	0.00%	0
3) Common Equity	<u>54.90%</u>		\$581,343	<u>319,157</u>		
4) Total	<u>100.00%</u>			<u>\$581,343</u>		<u>\$13,843</u>

12 Months ended 09/30/25

	Intrastate Adjusted
5) Income Available for Return (from Sch. A, Col. 5, Line 26)	\$33,082
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	<u>\$13,843</u>
7) Income Available for Common Equity (Line 5 Less Line 6)	<u>\$19,238</u>
8) Debt Cost (Col 5., Line 1)	\$13,843
9) Less: Interest Expense used to compute State and Federal Income Taxes	<u>13,836</u>
10) Difference (Line 8 Less Line 9)	7
11) Times: Composite State and Federal Income Tax Rate	<u>26.92%</u>
12) Net Addition or (Deduction) (Line 10 x Line 11)	<u>\$2</u>
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	<u>\$19,240</u>
14) Return on Common Equity (Line 7/Line 3, Col. 3)	<u>6.03%</u>
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	<u>6.03%</u>

SCHEDULE E

COMPANY NAME: National Fuel Gas Distribution Corporation
 Calculation of Capital Structure and Related Ratios
 for the Twelve Months Ended 09/30/25

	(Thousands of Dollars)	
	Note 1	
	Total Company	
	Actual Amount	
	Outstanding	Ratios
	(1)	(2)
Total Debt (Sch. F., Col. 4)	\$4,510	45.10%
Total Preferred & Preference Stock Stock (Sch. F., Co.. 4)	0	0.00%
<u>Common Equity</u>		
Common Stock	5,490	
Premium on Common Stock	0	
Capital Surplus	0	
Capital Stock	0	
Retained Earnings	0	
Other	0	
	<hr/>	
Total Common Equity	5,490	54.90%
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Total Capital	\$10,000	100.00%
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Note 1: R-2022-3035730 Rebuttal position (percentage only not dollar balance)

Schedule F

COMPANY NAME: National Fuel Gas Distribution Corporation
 Cost of Debt and Preferred Stock as Adjusted
 For the 12 Months Ended 09/30/25
 (Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest Rate (3)	Note 1			
				Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Total (6)	Weighted Cost Rate (7)
Long Term Debt				\$4,510	5.22%	100.00%	5.22%
Short Term Debt (If Applicable)				0	0.00%	0.00%	0.00%
Total				4,510	5.22%	100.00%	5.22%
Preferred Stock				0			0.00%
Total				\$4,510			5.22%

Note 1: R-2022-3035730 Rebuttal position (percentage only not dollar balance)

National Fuel Gas Distribution Corporation

Summary of Returns

Overall Return - Actual	Overall Return - Adjusted	Equity Return - Actual	Equity Return - Adjusted
8.67%	5.69%	11.56%	6.03%