Status: CANCELLED Received: 10/26/2021 Effective Date: 11/01/2021

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 0
INITIAL EFFECTIVE DATE: 11/01/21

SUPERSEDING REVISION: STAMPS: Issued in compliance with Order in Case 20-G-0086 dated October 7, 2021

GENERAL INFORMATION – Continued

63. Firm Gas Demand Response ("DR") for Commercial, Industrial and Multi-Family Customers – Continued

11. Payment Calculations

Customers will be eligible for incentives earned each season based on the calculations shown below. All incentives earned for the Daily or Hourly Program options will be paid within 90 days of the close of the DR season. Examples of payment calculations can be found on the Company's website at https://www.nationalgridus.com/NY-Business/Energy-Saving-Programs/Demand-Response.

a. Reservation Payment

An enrolled customer or Aggregator will receive a Reservation Payment equal to the committed event dekatherm reduction multiplied by the Reservation Rate listed above and adjusted by the then applicable Performance Factor ("PF") for each month of the winter season. Customers will not be eligible for a Reservation Payment in any month where an enrolled account's or aggregation's calculated Performance Factor is less than 25%. This performance floor is being instituted to ensure that customers provide reasonable volume commitments and to eliminate the likelihood of adverse incentives.

b. Performance Payment

In addition to the Reservation Payment, an enrolled customer or Aggregator may receive a Performance Payment, equal to the applicable Performance Rate of verified daily quantity of natural gas curtailed by a customer during a Demand Response Event or Test Event as set forth below.

Issued by: Rudolph L. Wynter, President, Brooklyn, New York