

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 06/01/19
STAMPS:

LEAF: 138.54
REVISION: 7
SUPERSEDING REVISION: 6

GENERAL INFORMATION – Continued

51. Gas Safety and Reliability Surcharge

The Gas Safety and Reliability Surcharge (“GSRs”) would allow the Company to recover (i) unit cost productivity incentives; (ii) costs for incremental proactive leak prone pipe replacement and Type 3 leak repairs; and (iii) incentives earned for leak repairs and leak prone pipe replacement

The surcharge will be calculated by taking the incremental costs and incentives described above divided by firm sales and transportation volumes resulting in a per therm rate. The GSRs will be reconciled annually and included in the DRA recovered from SC 1, 2, 3, 4A, 4A-CNG, 4B, 7 and 21 firm sales customers and SC 17 firm transportation customers beginning the following July 1st. The GSRs will appear on the Statement of Gas Safety and Reliability Surcharge to be filed each June 15th.

52. Non-Firm Demand Response Revenue Reconciliation Surcharge

For the twelve months ending March 31, 2021, the Company will fully reconcile actual Non-Firm Demand Response revenues to \$49.676 million, which was the amount imputed in the revenue requirement. The Company will reconcile the period from January 1, 2020 through March 31, 2020 to account for the time between the current calendar year reconciliation period and the new fiscal year reconciliation period. Any over or under recoveries during that period will be included in the following fiscal year reconciliation.

An adjustment will be made to the revenue target above to remove forecast revenues for Non-Firm Demand Response customers that migrate to firm service. Any difference between actual and imputed revenues will be credited or surcharged to firm sales and firm transportation through the DRA for the 12-month period starting July 1st.

Issued by: John Bruckner, President, Brooklyn, NY