PSC NO: 1 GAS LEAF: 70.2 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0 INITIAL EFFECTIVE DATE: 03/01/16 SUPERSEDING REVISION: STAMPS:

## GENERAL INFORMATION

2)

3) Combined High Load Factor Sales Class

Multiply the System Average Fixed Gas Cost determined above by 38%.

4) Combined Wholesale NGV Sales Class

Multiply the System Average Fixed Gas Cost determined above by 35%

5) Combined Year Round Space Conditioning Sales Class

Multiply the System Average Fixed Gas Cost determined above by 57%.

6) ESCOs participating in the Company's Mandatory Capacity Program pursuant to SC 8 and KEDNY's Mandatory Capacity Program pursuant to SC 19

The price of the capacity provided to ESCOs under the Mandatory Capacity Program is equivalent to the Average Fixed Cost of Gas for the Combined Firm Sales Class determined above less fixed gas costs associated with: 1) gas supply contracts and 2) the portion of WSS capacity used for off-system sales.

## 4. Average Fixed Cost Credits

- a) In advance of each Gas Cost Year, and updated during the year if appropriate, the Company will estimate Annual Fixed Cost Credits for the following categories:
  - 1) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits Annual Swing Service Demand Charge Credits from ESCOs serving Monthly Balanced SC 7 and 13 transportation customers and Annual Daily Balancing Service Demand Charge Credits from ESCOs serving Daily Balanced SC 7 and 13 transportation customers.
  - 2) Off-system Revenue Credits Determined in accordance with Rule II.1.

Issued by: David B. Doxsee, Vice President, Hicksville, NY