Received: 01/29/2016 Status: CANCELLED Effective Date: 12/29/2016

PSC NO: 1 GAS

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 03/01/16 SUPERSEDING REVISION: 2
STAMPS:

GENERAL INFORMATION

Company's Monthly Forecasted TC Sendout: the estimated sales for the upcoming month to SC 12 sales customers multiplied by the applicable Factor of Adjustment.

Lost and Unaccounted for Gas ("LAUF")

- 1. Through August 31, 2017 The LAUF Target is set at 2.73%. Actual LAUF is computed by subtracting the losses established by contract for non-firm power generation customers from system losses, and then dividing the difference by all sendout except for those customers.
- 2. Effective September 1, 2017 The LAUF Target is set at 1.476% The LAUF Dead Band Upper Limit is set at 3.318% The LAUF Dead Band Lower Limit is set at 0.0% Actual LAUF is computed by subtracting total metered system deliveries from total metered system receipts and dividing that difference by total metered system deliveries.

System Performance Adjustment (SPA) Mechanism: to take effect starting January 1, 2019 applicable to sales customers served under SC 1, 2, 3, 9, 15, 16, and 17 and to transportation customers served under SC 5. The determination period for the SPA rate is the 12 months ending each August 31st. The SPA rate takes effect each January 1st of the upcoming calendar year and is a credit if actual system LAUF is less than the LAUF Target or a surcharge if actual system LAUF exceeds the LAUF Target.

B. Statement of Monthly Cost of Gas and Adjustments:

Customers who purchase natural gas supply from the Company will be charged the Monthly Cost of Gas and adjustments set forth on the Statement of Monthly Cost of Gas and Adjustments. The Company shall file this statement not less than two business days prior to the date which it is proposed to become effective.

The Statement of Monthly Cost of Gas and Adjustments shall contain the following charges and adjustments:

Weighted Average Commodity Cost of Gas
 The sum of the Average Commodity Cost of Gas and the Average Monthly
 Hedging Costs / Credits determined in accordance with Rules III.
 1.C.1 and III.1.C.2.

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

Cancelled by supplement No. 68 effective 12/20/2016 Suspended to 12/29/2016 by order in Case 16-G-0058. See Supplement No. 66. The supplement filing date was 06/22/2016 Suspended to 06/29/2016 by order in Case 16-G-0058. See Supplement No. 63. The supplement filing date was 02/26/2016