PSC NO: 1 GAS LEAF: 74 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 6 INITIAL EFFECTIVE DATE: 03/01/16 SUPERSEDING REVISION: 5 STAMPS:

GENERAL INFORMATION

III. Adjustments of Rates and Charges (continued):

L. Transition Surcharge

Any stranded capacity costs resulting from firm sales customers converting to firm transportation service on and after April 1, 1999 and not taking an assignment of the Company=s capacity, will be collected from firm sales and firm transportation customers as a separate surcharge assessed through the gas adjustment and the transportation adjustment, respectively.

Each new dekatherm (dt) of capacity brought to the citygate by a marketer after April 1, 1999 is assumed for purposes of the following formula to generate stranded cost.

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