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PSC NO: 1 GAS LEAF: 69 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 12 SUPERSEDING REVISION: INITIAL EFFECTIVE DATE: 01/01/17 STAMPS: Issued in compliance with Order in C.16-G-0058 dated December 16, 2016 GENERAL INFORMATION

III. Adjustments of Rates and Charges:

1--Adjustment of Rates in Accordance with Changes in the Cost of Gas and Pipeline Costs:

A. Definitions

Combined Firm Sales Class: consists of the KEDNY's SC 1, 2, 3 and 21 sales customers and the Company's SC 1, 2, 3 and 17 sales customers.

Combined High Load Factor Sales Class: consists of the KEDNY's SC 4A sales customers and the Company's SC 15 sales customers.

Combined Interruptible Sales Class: consists of the KEDNY's SC 5A sales customers and the Company's SC 4 sales customers.

Combined Monthly Forecasted Firm Sendout: the sum of the KEDNY's and the Company's Monthly Forecasted Firm Sendout.

Combined Monthly Forecasted Firm and TC Dispatch: the specific gas supply sources that are planned to be delivered to the city gate to serve Combined Monthly Forecasted Firm and TC Sendout for the upcoming month.

Combined Monthly Forecasted Firm and TC Sendout: the sum of the KEDNY's and the Company's Monthly Forecasted Firm Sendout and Monthly Forecasted TC Sendout.

Combined TC Sales and Transportation Class: consists of the KEDNY's SC 6 sales customers and the Company's SC 12 sales customers.

Combined Wholesale NGV Sales Class: consists of the KEDNY's SC 4A-CNG sales customers and the Company's SC 9 sales customers.

Combined Year Round Space Conditioning Class: consists of the KEDNY's SC 4B sales customers and the Company's SC 16 sales customers.

Company's Monthly Forecasted Firm Sendout: the estimated firm customer requirements for the upcoming month which are the sum of: (1) the estimated sales to SC 1, 2, 3, 9, 15, 16 and 17 sales customers plus, (2) the Company's estimated sales to ESCOs serving SC 5 transportation customers. All of the above quantities are multiplied by the applicable Factor of Adjustment.

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