Received: 12/30/2016 Status: CANCELLED Effective Date: 01/01/2017

PSC NO: 1 GAS LEAF: 72.2

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3 INITIAL EFFECTIVE DATE: 01/01/17 SUPERSEDING REVISION: 1 STAMPS: Issued in compliance with Order in C.16-G-0058 dated December 16, 2016

## GENERAL INFORMATION - Continued

4. Return Requirement on Gas Purchase-Related Working Capital

Effective January 1, 2017: The Return Requirement on Gas Purchase Working Capital will be charges to SC 1, 2, 3, 9, 12, 15, 16, 17 and 4 by multiplying: 1) the Monthly Cost of Gas calculated and set forth on the Statement of Monthly Cost of Gas and Adjustments by; 2) the Lead Lag Rate; by 3) Pre-Tax Weighted Average Cost of Capital.

5. Return Requirement on Gas in Storage

Effective January 1, 2017: Applicable to Customers under SC 1, 2, 3, 9, 15, 16 and 17 and Firm Transportation under SC 5. The Return Requirement on Gas in Storage Unitized Charge per therm will be projected initially for the 12-Month period starting January 1, 2017, then each subsequent 12-month GAC period starting September 1st and ends on August 31<sup>st</sup> by:

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