

PSC NO: 12 GAS

LEAF: 76

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 14

INITIAL EFFECTIVE DATE: 01/01/17

SUPERSEDING REVISION: 12

STAMPS: Issued in compliance with Order in Case 16-G-0059 dated December 16, 2016

GENERAL INFORMATION – Continued

- b) The System Average Fixed Cost of Gas will be computed by dividing: 1) the Annual Fixed Cost of Gas determined in Rule 33.B.3a. adjusted to account for fixed gas costs not allocated to ESCOs per Rule 33.B.3.c.5. by the sum of; 2) the Company's Annual Forecasted Firm and TC Sendout and 3) KEDLI's Annual Forecasted Firm and TC Sendout.
- c) The Average Fixed Cost of Gas for each of the following customer groups will be computed as follows:

1) Combined Firm Sales Class

Subtract from the Annual Fixed Cost of Gas determined in Rule 33.B.3.a above: 1) the annual fixed gas costs attributable to the Combined High Load Factor Sales Class, , Combined TC Sales Class, Combined Wholesale NGV Sales Class, Combined Year Round Space Conditioning Class and SC 7 sales Class: 2) a forecast of demand costs attributable to transportation customers served by ESCOs based on prior year load factors and divide by the sum of; 2) the annual forecasted sales volumes for SC 1, 2, 3 and 21 customers and 3) KEDLI's SC 1, 2, 3,, 9, and 17 and divide by: 4) the Factor of Adjustment.

2) Combined High Load Factor Sales Class

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Monthly Cost of Gas and Adjustments.

3) Combined Wholesale NGV Sales Class

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Monthly Cost of Gas and Adjustments.

Issued by: Kenneth D. Daly, President, Brooklyn, NY