

PSC NO: 1 GAS

LEAF: 71.1

COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I.

REVISION: 2

INITIAL EFFECTIVE DATE: 11/01/13

SUPERSEDING REVISION: 1

STAMPS:

GENERAL INFORMATION - Continued

b) Refunds credited by pipeline transporters or storage providers to the Company as well as to ESCOs or Direct Customers that have obtained a capacity release from the Company of the associated pipeline transportation or storage capacity:

1) The Company will treat the portion of the refund that it receives in the same manner as a gas supplier refund as described in Rule III.E.1.

3. Reconciliation of Refunds

a) The Company will reconcile any refunds not previously credited via the Annual Gas Cost Surcharge or Refund to firm sales customers served under SC 1, 2, 3, 15, 16 and 17. Any under or over recoveries of these refunds will be included in the next applicable Annual Cost of Gas Surcharge or Refund.

b) The Company will reconcile any refunds not previously credited via the Annual Transportation Imbalance Surcharge or Refund to firm transportation customers served under SC 5. Any under or over recoveries of these refunds will be included in the next applicable Annual Transportation Imbalance Surcharge or Refund.

Issued by: William J. Akley, President, Hicksville, NY