

PSC NO: 1 GAS LEAF: 119.52.8
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0
INITIAL EFFECTIVE DATE: 09/01/21 SUPERSEDING REVISION:
STAMPS: Issued in compliance with Order in Case 19-G-0310 dated August 12, 2021

GENERAL INFORMATION - Continued

Net Utility Plant & Depreciation Expense Reconciliation Mechanism ("NUP")

If the Company does not file for new delivery rates to be effective on or before April 1, 2023, the Net Utility Plant and Depreciation Expense Reconciliation Mechanism will be converted to two-way reconciliations through March 31, 2024 (capped at the Companies' current capital forecast levels for the twelve months ending March 2024).

The NUP reconciliation mechanism recovers the pre-tax revenue requirement associated with the Company's capital investments to the extent they exceed the level of net utility plant and book depreciation expense reflected in rates. The costs will be allocated to all firm and non-firm service classifications based on the total plant allocator.

The NUP reconciliation mechanism will be included in the Delivery Rate Adjustment ("DRA") for customers served under SC 1, 2, 3, 9, 15, 16 and 17 firm sales, SC 5 firm transportation and SC 18 and 19 non-firm demand response, based on total net plant allocator, adjusted for pre-tax WACC. The NUP will appear on the Statement of Net Utility Plant & Depreciation Expense Reconciliation Mechanisms to be filed by June 15, 2024 to be effective July 1st and filed each June 15th accordingly thereafter.

Issued by: Rudolph L. Wynter, President, Hicksville, NY

Cancelled by 1 Rev. Leaf No. 119.52.8 Effective 11/22/2021