

PSC NO: 1 GAS LEAF: 71.1  
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0  
INITIAL EFFECTIVE DATE: 11/03/06 SUPERSEDING REVISION:  
STAMPS:

**GENERAL INFORMATION**

- (iii) the projected margin revenues derived from customers served under Service Classification No. 14 for the Gas Cost Year following the computation date, **LESS**
  - (vi) The projected Standby Demand Charges from customers served under Service Classification No. 5 for the Gas Cost Year following the computation date
  - (vii) **The Projected Monthly Fixed Cost of Gas with Credits** = (i) - (ii) - (iii) - (iv) - (v) - (vi) - (vii)
- c. **The Projected Monthly Fixed Cost of Gas with Credits per Therm is computed as The Projected Monthly Fixed Cost of Gas with Credits** divided by the projected sendout for the Gas Cost Year for Service Classification Nos. 1, 2, 3, 15, 16, and 17.
3. **The Projected Total Cost of Gas per therm** for Service Classification Nos. 1, 2, 3, 15, 16, and 17 shall be computed as:
- a. The Projected Commodity Cost of Gas with Hedging Costs/Credits per therm, **PLUS**
  - b. The Projected Fixed Cost of Gas with Credits per therm
  - c. The Projected Total Cost of Gas per therm = (a) + (b)
4. **The Projected Total Cost of Gas per therm adjusted for UFG**
- a. The Projected Total Cost of Gas per therm, MULTIPLIED by 1.0303.

The resultant Projected Monthly Cost of Gas for Service Classification Nos. 1, 2, 3, 15, 16, and 17 shall be set forth on the monthly Statement of Gas and Pipeline Costs and Adjustments.

Issued by: Joseph F. Bodanza, Senior Vice President, Hicksville, NY