

PSC NO: 1 GAS LEAF: 73.2  
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0  
INITIAL EFFECTIVE DATE: 11/03/06 SUPERSEDING REVISION:  
STAMPS:

**GENERAL INFORMATION**

## 3. Total Fixed Cost of Gas With Credits Recoveries equal

Total revenues from monthly Projected Fixed Cost of Gas w  
with Credits charges during Gas Cost Year, net of associated  
revenue taxes.

## 4. Total Commodity Cost of Gas Recoveries =

Total recoveries from Monthly Commodity Cost of Gas with  
Hedging Costs/Credits charges during Gas Cost Year, net of  
associated revenue taxes.

## 5 Total Imbalance Surcharge or Refund Recoveries =

Total revenues or refunds from Monthly Imbalance Surcharge or  
Refund charges during Gas Cost Year, net of associated revenue  
taxes " any net remaining prior year imbalance.

Current Year Imbalance = 1 + 2 - 3 - 4 " 5.

Divide result by forecast Gas Sales for twelve month period  
January 1 through December 31.

The determination period to be used in the computation of the  
surcharge or refund shall be the 12 months ended August 31 of each  
year. The surcharge or refund computation shall be filed with the  
Commission on or before October 15 of the calendar year in which  
it is to become effective.

The surcharge or refund shall be effective with the first January  
billing of each year.

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