

PSC NO: 1 GAS LEAF: 74.4
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0
INITIAL EFFECTIVE DATE: 11/03/06 SUPERSEDING REVISION:

GENERAL INFORMATION

a. Total Actual Supply-Related Costs = The Return Requirement Percentage multiplied by the actual 13-month average storage balance.

Current Year Imbalance = a - b +- c

Divide result by forecast Gas Sales to customers served under Service Classification Nos. 1, 2, 3, 5, 15, 16, and 17 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