

PSC NO: 1 GAS LEAF: 79
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 2
INITIAL EFFECTIVE DATE: 05/06/08 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with order in C. 06-G-1186 dated 12/21/07

GENERAL INFORMATION

III. Adjustments of Rates and Charges (continued):

4--Weather Normalization Adjustment (continued):

- (f) BL = Average Base Load expressed in therms per billing day. It is the estimated number of therms per customer used per day for non-heating purposes based on average usage by customers to which this adjustment applies. It is determined separately for each Service Classification and will be revised annually to reflect the non-temperature sensitive usage of customers to which the adjustment applies reflected in the prior heating season's sales.
- (g) BC = Actual Number of Heating Days in the customer billing cycle for which the adjustment applies.

The weather normalization adjustment will only take effect if the degree day variance from normal weather (NDD - ADD) exceeds 2.2% of normal (NDD). For billing purposes, this adjustment will be made only for those billing periods with degree day variances that exceed 2.2% of normal (NDD). The weather adjustment is made by adding to or subtracting the weather normalization adjustment for the billing period.

- B. Statement: Except for the Weather Normalization Adjustment Factor (WNF) effective January 1, 2008, each WNF will be filed by the Company in a Statement of Weather Normalization Adjustment Factor fifteen (15) days prior to its effective date.

The WNF effective January 1, 2008 will be filed in compliance with the Commission's Order in Case No. 06-G-1186 and go into effect pursuant to such Order.

5--New York City Relocation Credit

- A. Applicability and Filing Requirements: By agreement with the City of New York (City), customers who take gas service in the Fifth Ward of Queens County will receive credits for reimbursements by the City to the Company for support and protection, replacement, and relocation of gas mains disturbed by projects funded by New York City Municipal Water Finance Authority. The amounts, computed annually, will be credited to the accounts of all firm gas customers within the Fifth Ward of Queens County, on February 1 of each year. The New York City Gas Relocation Credit shall be shown on a separate statement filed with the Public Service Commission by January 15 of the year the credit is provided.
- B. Computation: The credit shall be determined by dividing the unrefunded contribution received from the City, adjusted for interest, by the sum of the prorated annual gas sales during the months of January through December, inclusive, of Fifth Ward customers of record at December 31. This unit refund shall be multiplied by the program gas sales of each customer contained in the summation and credited to that customer's account. Refund to customers who terminate their accounts between January 1, and January 31 will be redeposited in the refund account for distribution the following year.

Issued by: Nick Stavropoulos, Executive Vice President, Hicksville, NY