

PSC NO: 1 GAS LEAF: 70.2
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 11/01/19 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with Order in Case 16-G-0058 dated 02/07/2019

GENERAL INFORMATION - Continued

2) Combined High Load Factor Sales Class

Multiply the System Average Fixed Gas Cost determined above by the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Monthly Cost of Gas and Adjustments.

3) Combined Wholesale NGV Sales Class

Multiply the System Average Fixed Gas Cost determined above by the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Monthly Cost of Gas and Adjustments.

4) Combined Year-Round Space Conditioning Sales Class

Multiply the System Average Fixed Gas Cost determined above by the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Monthly Cost of Gas and Adjustments.

5) Combined Non-Firm Demand Response Sales Class

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by the annual percentage allocation that will be determined each GAC year. The annual percentage allocation will be included on the Statement of Non-Firm Demand Response Sales Service.

6) ESCOs participating in the Company's Mandatory Capacity Program pursuant to SC 8 and KEDNY's Mandatory Capacity Program pursuant to SC 19

The price of the capacity provided to ESCOs under the Mandatory Capacity Program is set forth on the Statement of Seller Charges and Adjustments as described in SC 8, Section E.7.

4. Average Fixed Cost Credits

- a) In advance of each Gas Cost Year, and updated during the year if appropriate, the Company will estimate Annual Fixed Cost Credits for the following categories:

- 1) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits
Annual Swing Service Demand Charge Credits from ESCOs serving Monthly Balanced SC 19 transportation customers and Annual Daily Balancing Service Demand Charge Credits from ESCOs serving Daily Balanced SC 19 transportation customers.

- 2) Off-system Revenue Credits

Issued by: David B. Doxsee, Vice President, Hicksville, NY