

PSC NO: 1 GAS LEAF: 119.52
 COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 10
 INITIAL EFFECTIVE DATE: 06/01/19 SUPERSEDING REVISION: 9
 STAMPS:

GENERAL INFORMATION - Continued

Revenue Decoupling Mechanism

A. Effective through March 31, 2020, Service Classification Nos. 1B, 1BR, and 5-1B, 5-1BR will be subject to a Revenue Decoupling Mechanism ("RDM") to reconcile Actual Billed Delivery Service Revenues to Allowed Billed Delivery Service Revenues. Allowed Billed Delivery Service Revenues will be equal to the annual Margin Per Customer target of \$1,046.79 multiplied by the Average Annual Number of Customers in the applicable rate year. Actual Billed Delivery Service Revenues will be developed using billed sales and transportation volumes for the service classes listed above multiplied by the effective Service Classification No. 1B delivery service rates. For the stub period January 1, 2020 through March 31, 2020, the Margin Per Customer targets will be based on the monthly targets for January through March 2020 as filed in Case 16-G-0058.

Effective April 1, 2020, Service Classification Nos. 1A, 1AR, 5-1A, 5-1AR, 1B, 1BR, 5-1B, and 5-1BR will be subject to a Revenue Decoupling Mechanism ("RDM") to reconcile Actual Billed Delivery Service Revenues to Allowed Billed Delivery Service Revenues. Allowed Billed Delivery Service Revenues will be equal to the Revenue Per Class targets set forth below for the applicable class groupings. Allowed Billed Delivery Service Revenues are defined as revenues from base delivery rates including consolidated billing charges and weather normalization adjustments for the applicable rate year, less revenue for Non-Firm Demand Response customers that migrate to firm service after April 1, 2020.

Effective April 1, 2020, the annual Revenue Per Class targets will be the following:

1. Service Classification Nos. 1A, 1AR, 5-1A and 5-1AR : \$45,896,300
2. Service Classification Nos. 1B, 1BR, 5-1B and 5-1BR : \$505,758,808

The Company will file an annual RDM reconciliation and RDM Statement each June 15th following each 12-month period ending March 31. The RDM reconciliation will include the total surcharge/refund amount, carrying charges at the Company's pre-tax WACC rate commencing on the effective date of the refund or surcharge and unitized surcharge/refund rates. The unit rates will be calculated by dividing the total surcharge/refund by the current sales and transportation forecast for Service Classification Nos. 1A, 1AR, 5-1A, 5-1AR, 1B, 1BR, 5-1B, 5-1BR. This surcharge/refund factor will be shown on the Revenue Decoupling Mechanism Statement and become effective each July 1st. All refunds or surcharges will be subject to reconciliation at the end of the twelve month period.

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

Suspended to 09/29/2019 by order in Case 19-G-0310. See Supplement No. 81. The supplement filing date was 05/21/2019.
 Suspended to 03/29/2020 by order in Case 19-G-0310. See Supplement No. 83. The supplement filing date was 09/11/2019.
 Suspended to 06/01/2020 by order in Case 19-G-0310. See Supplement No. 88. The supplement filing date was 03/10/2020.
 Suspended to 08/01/2020 by order in Case 19-G-0310. See Supplement No. 89. The supplement filing date was 05/20/2020.
 Suspended to 11/01/2020 by order in Case 19-G-0310. See Supplement No. 91. The supplement filing date was 07/20/2020.
 Suspended to 1/1/2021 by order in Case 19-G-0310. See Supplement No. 93. The supplement filing date was 10/19/2020.