

PSC NO: 12 GAS

LEAF: 138.52.1

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 0

INITIAL EFFECTIVE DATE: 06/01/19

SUPERSEDING REVISION:

STAMPS:

GENERAL INFORMATION – Continued

50. REVENUE DECOUPLING MECHANISM (continued)

For SC1B customers, the Company will reconcile the period from January 1, 2020 through March 31, 2020 to account for the period between the current calendar year reconciliation period and the new fiscal year reconciliation period. The reconciliation will compare actual monthly revenue to the monthly targeted revenue set forth in the Joint Proposal in Case 16-G-0059. Any over or under recoveries will be included in the following fiscal year annual reconciliation.

B. Service Classification Nos. 2 (Rate Schedules 1 and 2), 3, 17-2 (Rate Schedules 1 and 2), and 17-3 will be subject to an 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. Actual 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. The Actual Delivery Service Revenues will be adjusted to exclude Area Development discounts, Business Incentive discounts, and EJP discounts.

Effective January 1, 2019 through March 31, 2020, the annual Revenue Per Class targets will be the following:

1. Service Classification Nos. 2 and 17-2 (Rate Schedule 1): \$63,088,979
2. Service Classification Nos. 2 and 17-2 (Rate Schedule 2): \$95,192,859
3. Service Classification Nos. 3 and 17-3: \$133,671,651

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

1. Service Classification Nos. 2 and 17-2 (Rate Schedule 1): \$64,060,000
2. Service Classification Nos. 2 and 17-2 (Rate Schedule 2): \$122,210,373
3. Service Classification Nos. 3 and 17-3: \$171,728,826

Issued by: John Bruckner, President, Brooklyn, NY