

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 09/01/21
STAMPS: Issued in compliance with Order in Case 19-G-0309 dated August 12, 2021

LEAF: 138.55.3
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION – Continued

56. Newtown Creek Revenue Reconciliation (“NCRR”)

Effective April 1, 2021, KEDNY will reconcile the actual revenues derived from the sales of gas and environmental attributes associated with the Newtown Creek Project to the amounts reflected in rates. If the actual revenues do not exceed the revenue reflected in rates as set forth in accordance with the Commission Order issued in Case 19-G-0309, then KEDNY will be permitted to defer for future recovery fifty percent of the difference between the amount reflected in rates and \$1.6 million. The maximum amount of such deferrals for each Rate Year is as follows:

April 1, 2021 – March 31, 2022: \$2.167 million

April 1, 2022 – March 31, 2023: \$2.165 million

If over the three-year term of KEDNY’s rate plan, the actual revenues derived from the Newtown Creek Project exceed \$11.865 million, then any revenue in excess of that amount will be refunded to KEDNY’s customers through the Delivery Rate Adjustment (“DRA”) mechanism. Effective April 1, 2023 any annual revenues in excess of \$5.931 million will be refunded to KEDNY’s customers through the DRA, adjusted for pre-tax WACC. The NCRR will be filed by June 15th to be effective July 1, 2023 and filed each June 15th accordingly thereafter.

The NCRR will be included in the DRA and refunded to SC 1, 2, 3, 4A, 4A-CNG, 4B, 7 and 21 firm sales customers and SC 17 firm transportation customers.

Issued by: Rudolph L. Wynter, President, Brooklyn, NY