

PSC NO: 1 GAS LEAF: 71
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 11
INITIAL EFFECTIVE DATE: 01/01/17 SUPERSEDING REVISION: 9
STAMPS: Issued in compliance with Order in C.16-G-0058 dated December 16, 2016

GENERAL INFORMATION - Continued

III. Adjustments of Rates and Charges (continued):

1. Gas Supplier Refunds
 - a) Refunds from gas suppliers will be allocated between the Company and KEDNY in proportion to each company's projected firm sales over the calendar year in which the refund is to be credited.
 - b) The Company will credit its portion of the refund to firm sales customers served under SC 1, 2, 3, 9, 15, 16 and 17.
 - c) The refund will be included as a credit in the computation of the Annual Cost of Gas Surcharge or Refund filed with the Commission on or before each October 15th.
2. Refunds from Pipeline Transporters and Storage Providers
 - a) Refunds credited by pipeline transporters or storage providers to the Company only and not to ESCOs or Direct Customers that have obtained a capacity release from the Company of the associated pipeline transportation or storage capacity:
 - 1) The refund will be allocated between the Company and KEDNY in proportion to each company's projected firm sales and transportation quantities over the calendar year in which the refund is to be credited.
 - 2) The refund allocable to firm sales customers served under SC 1, 2, 3, 9, 15, 16 and 17 will be included as a credit in the computation of the Annual Cost of Gas Surcharge or Refund filed with the Commission on or before each October 15th.
 - 3) The refund allocable to firm transportation customers served under SC 5 will be included as a credit in the computation of the Annual Transportation Adjustment Charge Imbalance Surcharge or Refund and filed with the Commission on or before each October 15th.
 - b) Refunds credited by pipeline transporters or storage providers to the Company as well as to ESCOs or Direct Customers that have obtained a capacity release from the Company of the associated pipeline transportation or storage capacity:

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