

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 01/01/17
STAMPS: Issued in compliance with Order in Case 16-G-0059 dated December 16, 2016

LEAF: 79.4
REVISION: 3
SUPERSEDING REVISION: 1

GENERAL INFORMATION - Continued

- 2) **BY** the estimated annual sales for customers served under Service Classification Nos. :
Prior to December 31, 2016: 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 21 and to Marketers participating in the Company's Purchase of Receivables program that serve SC 17 for the corresponding time period
- Effective January 1, 2017: 1, 2, 3, 4A, 4A-CNG, 4B, 6, 7, 21 and 5A and to Marketers participating in the Company's Purchase of Receivables program that serve SC 17, SC-18-5A and 18-6.

C. Uncollectible Expenses Associated with Gas Costs

- 1) Effective January 1, 2017: The Uncollectible Expenses Associated with Gas Costs per therm rate is determined monthly for SC 1, 2, 3, 4A, 4A-CNG, 4B, 6, 7, 21 and Interruptible by multiplying: 1) the Monthly Cost of Gas calculated and set forth on the Statement of Monthly Cost of Gas and Adjustments by; 2) the applicable Uncollectible Rate

D. Return Requirement on Gas Purchase-Related Working Capital

1. Effective January 1, 2017: The Return Requirement on Gas Purchase Working Capital will be charges to SC 1, 2, 3, 4A, 4A-CNG, 4B, 6, 7, 21 and 5A by multiplying: 1) the Monthly Cost of Gas calculated and set forth on the Statement of Monthly Cost of Gas and Adjustments by; 2) the Lead Lag Rate; by 3) Pre-Tax Weighted Average Cost of Capital .

Issued by: Kenneth D. Daly, President, Brooklyn, NY