

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 07/01/13
STAMPS: Issued in compliance with order in Case 12-G-0544 dated June 13, 2013

LEAF: 79.6.2
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION - Continued

**35. Monthly Cost of Gas Imbalance Surcharge or Refund - Service Classification
Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21**

The Company shall determine, on a monthly basis beginning each December and continuing through each July, whether a surcharge or refund to recover undercollections or refund overcollections in gas costs is required for customers served under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 4A, 4A-CNG, 4B, 7, 14 and 21. The Monthly Cost of Gas Imbalance Surcharge or Refund shall be a per therm unit factor designed, as nearly as practicable, to produce a total annual imbalance of zero by the end of the then current Gas Cost Year. Thus, the computation of the Monthly Cost of Gas Imbalance Surcharge or Refund shall consider (1) actual gas costs and gas cost recoveries through the month prior to the calendar month in question, (2) forecast gas costs and gas costs recoveries for the period beginning with the calendar month in question, and ending at the end of the then current Gas Cost Year, and (3) the then current forecast of any overrecovery balance or underrecovery balance (inclusive of interest) from the previous Gas Cost Year that will remain at the end of the then current Gas Cost Year.

The net amount resulting from this calculation will be divided by the total projected sales to Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 4A, 4A-CNG, 4B, 7, 14 and 21 for the period beginning with the calendar month in question and ending at the end of the then current Gas Cost Year, to determine the units (per therm) monthly overcollection or undercollection balance.

Issued by: Kenneth D. Daly, President, Brooklyn, New York