

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 12/01/11
STAMPS: Issued in compliance with order in Case 11-G-0411 dated November 18, 2011

LEAF: 177
REVISION: 7
SUPERSEDING REVISION: 6

SERVICE CLASSIFICATION No. 5A - Continued

B. Commodity Charge:

All Customers will be required to pay a unit commodity charge per therm of gas consumed, reflecting the cost of gas and, if applicable, system losses. The commodity charge also may include recovery of the carrying costs associated with incremental facilities, non-gas incremental expenses and a contribution to fixed costs, to the extent each is not fully recovered in the minimum commodity charge.

C. Commodity Charge Adjustments:

Contracts of longer than thirty days may contain appropriate provisions to increase or decrease the commodity charge to reflect economic conditions during the term of the Customer's service agreement.

D. Unauthorized Use Charge:

Gas consumed in excess of two therms per hour during periods that the Customer did not interrupt gas service when it was notified to do so without the express written authorization of the Company will be subject to an additional per therm charge of either (i) two times the sum of the Market Price for natural gas delivered to the Company's city gate on the day of violation plus the transportation rate the Customer would be subject to if it were a transportation Customer, or (ii) nine times the applicable sales rate, whichever is higher. All charges are subject to all utility taxes and surcharges. *Market Price* is defined as the highest city gate delivered price of natural gas at Transco Zone 6 NY, Texas Eastern M3 or Iroquois Zone 2 on the days of interruption, as quoted by Platts' "Gas Daily" report. In the event of consumption of gas during such periods the Company will have the right to estimate the amount of such consumption for the purpose of imposing the additional charge. Such estimate may be based upon the average daily consumption during periods of authorized consumption or upon any other reasonable method, including but not limited to the use of telemetering equipment.

Where a condition is experienced by the Customer that prevents the required transfer from gas, the Customer agrees to immediately notify the Company and to take immediate action to correct such condition, and to notify the Company when such condition has been corrected.

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