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PSC NO: 12 GAS LEAF: 406 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 8 INITIAL EFFECTIVE DATE: 08/01/09 SUPERSEDING REVISION: 7 STAMPS: Issued in compliance with order in Case 06-G-1185 dated June 23, 2009

SERVICE CLASSIFICATION No. 19 – continued

8. Tier 3 – Virtual Storage Price

The Tier 3 – Virtual Storage Service Price is a per dekatherm price determined in accordance with the methodology described on Leaf No. 406.2.

9. Commodity-Related Credit and Collection Expenses

The Commodity-Related Credit and Collection Expenses is a per dekatherm charge applicable to Sellers who participate in the Company's Purchase of Receivables program. This charge shall be determined in accordance with the methodology described on Leaf No, 79.3.

10. Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge / Refund

The Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge or Refund is a per dekatherm surcharge to recover Commodity-Related Credit and Collection Expense undercollections or refund Commodity-Related Credit and Collection Expense overcollections each Gas Cost Year from Sellers participating in the Company's POR program. This charge shall be determined in accordance with the methodology described on Leaf No. 79.10.

11. Unaccounted For Gas (UFG)

A percentage UFG described on General Information Leaf No. 73.

F. Swing, Balancing and Cashout Provisions

1. Daily Swing Service

The Company will utilize upstream assets and gas supply to manage differences between the quantity of gas delivered each day by the Seller and the quantity of gas actually consumed each day by the Seller's Pool.

Issued by: Kenneth D. Daly, Chief Financial Officer, Brooklyn, New York