

PSC NO: 12 GAS

LEAF: 75

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 4

INITIAL EFFECTIVE DATE: 11/03/06

SUPERSEDING REVISION: 3

STAMPS:

GENERAL INFORMATION - Continued

E. Monthly Cost of Gas - Service Classification No. 4B

The rates for gas service under Service Classification No. 4B shall include each month the Monthly Cost of Gas for Service Classification No. 4B. Such Monthly Cost of Gas will reflect an unaccounted for gas Factor of Adjustment ratio of 1.0373 and be rounded to the nearest .01 cent per therm.

The Monthly Cost of Gas for Service Classification No. 4B is the sum of (1) the Monthly Fixed Cost of Gas per therm for Service Classification No. 4B, and (2) the Monthly Commodity Cost of Gas per therm for Service Classification No. 4B.

The Monthly Fixed Cost of Gas for Service Classification No. 4B, included in the Monthly Cost of Gas for Service Classification No. 4B shall be equal to 7.35 cents per therm.

The Monthly Commodity Cost of Gas for Service Classification No. 4B equals the Projected Monthly Commodity Cost of Gas with Hedging Costs/Credits for Service Classification Nos. 1A, 1AR, 1B, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 as set forth on Leaf No. 70.

F. Monthly Cost of Gas - Service Classification No. 7 and 14:

The rates for gas service under Service Classification Nos. 7 and 14 shall include each month the Monthly Cost of Gas for Service Classification Nos. 7 and 14. Such Monthly Cost of Gas will reflect an unaccounted for gas factor of adjustment ratio of 1.0373 and be rounded to the nearest .01 cent per therm.

The Monthly Cost of Gas for Service Classification Nos. 7 and 14 shall be equal to the Projected Monthly Commodity Cost of Gas with Hedging Costs/Credits for Service Classification Nos. 1A, 1AR, 1B, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 as set forth on Leaf No. 70.

Issued by: John J. Bishar, Jr., Executive Vice President, General Counsel and Secretary, Brooklyn, NY