

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 11/01/06
STAMPS:

LEAF: 347
REVISION: 5
SUPERSEDING REVISION: 4

SERVICE CLASSIFICATION No. 17 – Continued

DETERMINATION OF ON-SYSTEM BILLING QUANTITY

For the purpose of computing the quantity of gas delivered to a Customer's delivery point, the quantity of gas delivered each month to the Company for the account of a Customer taking service under this Service Classification shall be reduced by a percentage factor, as determined annually on August 31, to provide for system use and losses within the Company's distribution system as specified in the Customer's CTS Service Agreement. The Company reserves the right to petition the Public Service Commission for permission to change such percentage factor in the event it determines that a change is required to more accurately reflect system use and losses. To assist in reconciling quantities of gas received for transportation each month, the Customer shall provide, or cause to be provided, to the Company a copy of the Transporter's monthly invoice showing the quantity in therms of all gas delivered during the month to the Company for the Customer's account as soon as such invoice is available to allow for billing by the Company. Absent receipt of such invoice, the Company reserves the right to estimate the quantity of gas transported for billing purposes. Such estimate shall be made on the basis of available data, and any reconciliation to actual quantities delivered shall be made in the subsequent billing month.

Statement of Unbundled Transportation Service Charges

Not less than three (3) days prior to its effective date, the Company will file with the Commission a Statement of Unbundled Transportation Service Charges, which statement will contain the following charges applicable to this Service Classification: Daily Swing Service Demand Charge; Take-or-Pay Surcharge; Transition Costs Surcharge; Transition Surcharge; Delivery Penalty Refunds, Pipeline Refunds, Capacity Release Service Adjustment and Merchant Function Backout Credit. The collective sum of these items shall be known as the Transportation Adjustment.

Statement of Unbundled Transportation Service Cash Out Charges

Not less than four business days following the effective Month, the Company will file with the Commission a Statement of Unbundled Transportation Service Cash Out Charges, which statement will contain the following charges applicable to this Service Classification: Monthly Average Commodity Cost of Gas; Daily Commodity Cost of Gas and Daily ICOG.

Revenue Tax Surcharge

All rates and charges under this Service Classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues, pursuant to the provisions contained on General Information Leaf No. 90.

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