

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 01/01/08
STAMPS: Issued in compliance with order in Case 06-G-1185 dated December 21, 2007

LEAF: 334.1
REVISION: 1
SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION No. 17 – Continued

WACOC – The Company's weighted average cost of capacity. This cost consists of the weighted average of: 1) the demand charges of firm domestic and unbundled Canadian pipeline transportation capacity the Company holds to deliver flowing gas supplies to the city gate, excluding transportation capacity used to deliver gas withdrawn from storage, plus 2) the weighted basis cost of the Company's firm bundled city gate supply purchase contracts.

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