PSC NO: 12 GAS LEAF: 147 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 3 INITIAL EFFECTIVE DATE: 01/01/08 SUPERSEDING REVISION: 2 STAMPS: Issued in compliance with order in Case 06-G-1185 dated December 21, 2007

SERVICE CLASSIFICATION No. 1AR

RESIDENTIAL NON-HEATING REDUCED RATE SERVICE

Applicable to Use of Service for:

Applicants for this rate must be the customer of record and provide proof of current enrollment at the time of application in one of the following programs: Aid to Families with Dependent Children, Home Relief, Supplemental Security Income, Medicaid, Food Stamps, Home Energy Assistance Program, Veteran's Disability Pension, Veteran's Surviving Spouse Pension or Child Health Plus. The use of gas must be for domestic purposes other than space heating by a single residential consumer residing in a one-family or a two-family dwelling and in separately metered apartments of a multiple dwelling; also in two-family houses for use in appliances supplying water heating, where such service are rendered in common to both families; also water heating in rooming houses and multi-family buildings having not more than five individual dwelling units, wherein not more than 50% of the cubical content is occupied by non-residential activities and such services are rendered in common to all families.

By order issued December 21, 2007 in Case 06-G-1185, the projected maximum number of customers will be 60,000, combined under Service Classification No. 1AR and 1BR.

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