Received: 05/05/2008

Status: CANCELLED Effective Date: 05/06/2008

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 1

INITIAL EFFECTIVE DATE: 05/06/08

SUPERSEDING REVISION: 0

STAMPS: Issued in compliance with Order in Case 06-G-1185 dated December 21, 2007

SERVICE CLASSIFICATION No. 17 - Continued

Daily Swing Service Rates and Charges

The Company will utilize upstream assets and gas supply required to accommodate variations in the Customer's daily account balance between the Customer's deliveries and actual consumption. The rates and charges associated with this service are as follows:

Daily Swing Service Monthly Demand Charge

Customer shall pay a daily swing service monthly demand charge which is calculated by multiplying the per therm daily swing service demand charge (as stated on the Statement of Unbundled Transportation Service Charges) by Customer's Load Profile Factor, and then multiplying that product by 1/12 of Customer's annual normalized consumption. The Seller has the option of calculating the Daily Swing Service Monthly Demand Charge either separately or combined for residential (CTS-1A, 1AR, 1B, 1BI, 1BR, and 3) and non-residential (CTS-2, 4A, 4A-CNG, 4B, 7 and 21) pool(s).

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