Status: CANCELLED Effective Date: 05/06/2008

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 8
INITIAL EFFECTIVE DATE: 05/06/08

SUPERSEDING REVISION: 7
STAMPS: Issued in compliance with order in Case 06-G-1185 dated December 21, 2007

GENERAL INFORMATION - Continued

- c) Any other projected fixed charges applicable to the procurement of gas for the upcoming Gas Cost Year.
- d) The Projected Annual Fixed Cost of Gas = (a) + (b) + (c)
- e) **The Projected Unitized Fixed Cost of Gas** per therm = (d) divided by Company's Annual Forecasted Firm Sales and divided by the Factor of Adjustment.
- 3. **Projected Unitized Gas Cost Credits** per therm for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 shall be computed in advance of the Gas Cost Year as follows:
 - a) Service Classification Nos. 6C, 6G and 6M projected billed sales for the upcoming Gas Cost Year multiplied by 4.60 cents per therm, **PLUS**
 - b) Service Classification Nos. 4A projected annual billed sales for the upcoming Gas Cost Year multiplied by 4.27 cents per therm, **PLUS**
 - c) Service Classification Nos. 4A-CNG projected annual billed sales for the upcoming Gas Cost Year multiplied by 7.67 cents per therm, **PLUS**
 - d) Service Classification No. 4B projected annual billed sales for the upcoming Gas Cost Year following the computation date multiplied by 7.35 cents per therm, **PLUS**
 - e) Off-system Revenue Credits projected for the upcoming Gas Cost Year multiplied by the ratio of (1) the Company's Annual Forecasted Firm Sales to (2) the sum of the Company's Annual Forecasted Firm Sales and projected annual billed sales for Service Classification Nos. 4A, 4A-CNG and 4B, **PLUS**

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