

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 12/04/04
STAMPS: Issued in compliance with order in Case No. 02-G-1644 dated August 4, 2004

LEAF: 76
REVISION: 5
SUPERSEDING REVISION: 4

GENERAL INFORMATION - Continued

- I. Total Actual Fixed Cost of Gas =
1. Actual suppliers, transporters and storage providers fixed rates and charges, **PLUS**
 2. Any other fixed charges for the Gas Cost Year, **LESS**
 3. Actual Service Classification Nos. 6C, 6G and 6M billed sales multiplied by 1.00 cents per therm **LESS**
 4. Actual Service Classification No. 4A and 4A-CNG billed sales multiplied by 4.27 cents per therm, **LESS**
 5. Actual Service Classification No. 4B billed sales multiplied by 7.35 cents per therm, **LESS**
 6. Actual Off-System Service Incentive, **LESS**
 7. Actual Service Classification No. 17 Standby Demand Charges (net of revenue taxes), **LESS**
 8. Actual Service Classification No. 13 balancing service net revenues, **LESS**
 9. Actual Central Hudson net revenues.

Total Actual Fixed Costs = 1 + 2 - 3 - 4 - 5 - 6 - 7 - 8 - 9.

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