

PSC NO: 12 GAS LEAF: 158.1
 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1
 INITIAL EFFECTIVE DATE: 01/26/05 SUPERSEDING REVISION: 0
 STAMPS: Issued in compliance with order in Case 02-M-0515 dated August 4, 2004

SERVICE CLASSIFICATION No. 1B-DG

RESIDENTIAL DISTRIBUTED GENERATION SERVICE

Applicable to Use of Service for:

Subject to any Special Provisions listed herein, Service Classification No. 1B-DG is available to customers who would otherwise qualify under Service Classification No. 1B and have distributed generation equipment.

Character of Service:

Natural gas of not less than 975 Btu, dry basis, per cubic foot at a pressure of not less than four inches of water column gauge, as measured at the customer's end of the service line.

Continuous.

Rate – Bi-monthly Billing:

| | | |
|-------|-------------------|-------------------|
| First | 6 therms or less | \$67.38 |
| | All over 6 therms | \$.136 per therm |

Monthly Cost of Gas:

In addition to the above charges, customers will pay the Monthly Cost of Gas per therm of gas supplied hereunder, as well as other consumption-based unit adjustments reflected in the General Information leaves of this Tariff.

Minimum Charge:

\$67.38 per bi-monthly billing period, plus the applicable gas adjustment and Revenue Tax Surcharge.

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