..DID: 5545 ..TXT: PSC NO: 12 GAS LEAF: 239 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1 INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION: 0 STAMPS: Issued in compliance - C.98-G-0824 (8/27/98) and C.95-G-0761 (9/22/98) RECEIVED: 09/25/98 STATUS: Effective EFFECTIVE: 10/01/98 SERVICE CLASSIFICATION No. 11 - Continued

Annual Minimum Bill:

The customer shall pay an annual minimum bill which shall be the greater of (a) an amount which will recover the annual levelized carrying charges calculated for the life of the contract related to the Company's capital costs and operating expenses incurred attaching the customer and providing service, or (b) an amount based on 50 percent of annual contract volumes. The annual contract volume is defined as the customer's estimated annual fuel usage. Any minimum bill deficiency shall be billed with the last monthly invoice in each contract year. The amount of this minimum bill shall be guaranteed for the life of the contract by a letter of credit from a responsible financial institution or by other security.

Negotiated contracts at similar overall terms shall be available to all similarly situated customers. Summaries of contract information will be available in Contract Addenda contained in this Tariff.

Rate TS-5LR (Interruptible Load Retention Service Transportation - Individually Negotiated):

See Tariff Leaf Nos. 247 through 250.

Rate TS-6C, TS-6G and TS-6M (Temperature Controlled Service Transportation):

<u>Rate 1</u>

<u>First 4,200 therms or less</u>: \$187.37 plus 4,190 therms multiplied by the applicable net margin per therm, net of applicable taxes, which is computed by subtracting the TC cost of gas per therm as explained on Leaf No. 68 from the variable rate per therm in effect.

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY