

PSC NO: 12 GAS

LEAF: 75

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 12

INITIAL EFFECTIVE DATE: 06/01/19

SUPERSEDING REVISION: 11

STAMPS:

GENERAL INFORMATION – Continued

- b) The Average Commodity Cost of Gas will be computed by dividing the Total Commodity Cost of Gas determined in Rule 33.B.1.a above by the Combined Monthly Forecasted Firm and Non-Firm Demand Response Sendout.

2. Average Monthly Hedging Costs / Credits

In advance of each month, the Company will compute the Average Monthly Hedging Costs / Credits applicable to sales customers served under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, and 21 by dividing the Companies' combined Risk Management Costs /Credits for the upcoming month by Combined Monthly Forecasted Firm Sendout.

3. Average Fixed Cost of Gas

- a) In advance of each Gas Cost Year, and updated during the year if appropriate, the Company will estimate the Annual Fixed Cost of Gas for the Company and KEDLI on a combined basis by:
- 1) Multiplying the estimated fixed rates and charges of the gas supply, pipeline transportation and storage capacity contracts held by the Company and KEDLI by the applicable billing determinants. **PLUS**
 - 2) Any other projected fixed charges applicable to the procurement of gas for the upcoming Gas Cost Year.

Issued by: John Bruckner, President, Brooklyn, NY