

PSC NO: 12 GAS

LEAF: 76.1

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 2

INITIAL EFFECTIVE DATE: 03/01/16

SUPERSEDING REVISION: 1

STAMPS:

GENERAL INFORMATION – Continued

4) Combined Year Round Space Conditioning Sales Class

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by 57% ..

5) SC 7 Sales Class

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by 19%.

6) ESCOs participating in the Company's Mandatory Capacity Program pursuant to SC 19 and KEDLI's Mandatory Capacity Program pursuant to SC 8

The price of the capacity provided to ESCOs under the Mandatory Capacity Program is equivalent to the Average Fixed Cost of Gas for the Combined Firm Sales Class determined in Rule 33.B.3.c.1. less fixed gas costs associated with: 1) gas supply contracts and 2) the portion of WSS capacity used for off-system sales.

4. Average Fixed Cost Credits

a) In advance of each Gas Cost Year, and updated during the year if appropriate, the Company will estimate Annual Fixed Cost Credits for the following categories:

1) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits

Annual Swing Service Demand Charge Credits from ESCOs serving Monthly Balanced SC 18 transportation customers and Annual Daily Balancing Service Demand Charge Credits from ESCOs serving Daily Balanced SC 18 transportation customers.

2) Off-system Revenue Credits

Determined in accordance with Rule 33.A.

Issued by: Kenneth D. Daly, President, Brooklyn, NY