

PSC NO: 12 GAS

LEAF: 403

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 18

INITIAL EFFECTIVE DATE: 05/01/16

SUPERSEDING REVISION: 17

STAMPS: Issued in compliance with Order in C. 14-G-0331 and C. 06-G-1185 dated 10/23/14

SERVICE CLASSIFICATION No. 19 – continued**A. DEFINITIONS - continued**

Weighted Average Cost of Capacity (“WACOC”) – the unitized weighted average cost forecasted to be in effect for the upcoming month of: 1) the Company’s Pipeline Transporters’ Fixed Costs for firm domestic and unbundled Canadian pipeline transportation capacity used to deliver flowing gas supplies to the city gate, excluding transportation capacity used to deliver gas withdrawn from storage, plus 2) the fixed costs or basis premium of the Company’s bundled city gate winter supply contracts. The WACOC will be updated as required to reflect changes to rates and prices.

Weighted Average Cost of Storage Capacity (“Storage WACOC”) – the unitized weighted average cost of the Company’s Fixed Costs for Storage Assets and the associated transportation assets to deliver gas withdrawn from storage to the Company’s city gates. The Storage WACOC will be updated as required to reflect changes to underlying interstate pipeline and storage provider rates.

B. APPLICABLE TO USE OF AGGREGATED TRANSPORTATION SERVICE FOR:

Any Seller requesting to sell gas to a Pool, provided that (1) the total average annual normalized consumption of the Pool is at least 50,000 therms, (2) each Customer in the Pool has executed a transportation service agreement with the Company under SC Nos. 17 or 18, (3) Seller and the Company have executed a mutually agreed upon Seller's Service Agreement and (4) each Customer in the Pool has signed an agreement with the Seller to purchase gas from the Seller. The agreement between the Seller and Customer must include the name and address of the Customer, the Customer's Brooklyn Union account number, the term of the agreement, the Customer's signature, and the additional information set forth in the Special Provisions.

Each Pool shall be comprised of Customers belonging to a single Service Classification. To the extent applicable to Customers in a Pool, the terms and conditions under S.C. Nos. 17 and 18, as the case may be, shall remain in full force and effect.

Seller may add customers to, or delete customers from, a Pool on the first day of each month, provided that the Seller has notified the Company of such change as instructed by the Uniform Business Practices for Retail Access Section 5.D. The Company shall recalculate the requirements of the Pool to determine the revised rates, charges and other requirements applicable as a result of the change.

Issued by: Kenneth D. Daly, President, Brooklyn, New York