PSC NO: 12 GASLEAF: 138.50.1COMPANY: THE BROOKLYN UNION GAS COMPANYREVISION: 0INITIAL EFFECTIVE DATE: 01/01/16SUPERSEDING REVISION:STAMPS: Issued in compliance with Order in Case 07-M-0548/15-M-0252 dated June 19, 2015

GENERAL INFORMATION – Continued

B. Energy Efficiency Surcharge (EES):

In accordance with the Public Service Commission's "Order Authorizing Utility-Administered Gas Energy Efficiency Portfolios for Implementation Beginning January 1, 2016" (issued and effective June 19, 2015) in Cases 07-M-0548 and 15-M-0252, the Energy Efficiency Surcharge (EES) is a mechanism which permits the Company to recover from customers the costs of implementing the Company's energy efficiency programs. The EES is applicable to firm sales customers served under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 and to firm transportation customers served under SC 17.

On an annual basis, the Company will reconcile actual recoveries collected with allowed budgets.

C. Statement of System Benefits Charge:

The Statement of System Benefits Charge will be filed on no less than 15 days' notice and will set forth the following charges:

- (I). System Benefits Charge
- (II). Energy Efficiency Surcharge

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