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PSC NO: 12 GAS LEAF: 405 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 9 INITIAL EFFECTIVE DATE: 01/01/14 SUPERSEDING REVISION: 8

STAMPS:

SERVICE CLASSIFICATION No. 19 – continued

B. Daily Balancing Service Demand Charge

Applicable to Sellers participating in the Company's Daily Balancing Program.

The Daily Balancing Service Demand Charge is a per dekatherm charge of the cost of firm capacity the Company uses to provide daily balancing to Sellers.

2. Unitized Fixed Cost Credits

Unitized Fixed Cost Credits are applicable to Sellers serving SC 17 transportation customers taking service under CTS-1A, CTS-1AR, CTS-1B, CTS-1BI, CTS-1BR, CTS-1B-DG, CTS-2, CTS-3, CTS-4A, CTS-4A-CNG, CTS-4B and CTS-21. The Unitized Fixed Cost Credits are determined in accordance with General Information Section 33 B.4 and specifically include: a) credits from sales to customers served under Service Classification 6C, 6G and 6M; b) credits from sales to customers served under Service Classification 4A; c) credits from sales to customers served under Service Classification 4A-CNG; d) credits from sales to customers served under Service Classification 4B; e) transportation revenues from electric generators served under Service Classification Nos. 18 and 20; and f) swing service demand charges and daily balancing service demand charge credits from Sellers serving SC 18 transportation customers and electric generators served under Service Classification Nos. 18 and 20. The Company will determine the Unitized Fixed Cost Credits per therm by dividing: a) the share of Projected Fixed Cost Credits allocated to the Sellers serving SC 17 transportation customers taking service under CTS-1A, CTS-1AR, CTS-1B, CTS-1BI, CTS-1BR, CTS-1B-DG, CTS-2, CTS-3, CTS-4A, CTS-4A-CNG, CTS-4B and CTS-21 by; b) the forecasted transportation quantities for the corresponding service classes and then dividing by; c) the Factor of Adjustment.

3. Daily Cash Out Prices

Applicable to Sellers participating in either the Company's Monthly Balancing Program or Daily Balancing Program.

a) Monthly Balancing Program:

The Daily Cash Out Price is the Transco Zone 6 NY mid point prices for the date of flow published in Platt's Gas Daily Price Guide, Daily Price Survey and is reflected as a per dekatherm price.

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