

PSC NO: 12 GAS

LEAF: 407

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 9

INITIAL EFFECTIVE DATE: 11/01/14

SUPERSEDING REVISION: 8

STAMPS:

SERVICE CLASSIFICATION No. 19 – continued**J. MANDATORY CAPACITY PROGRAM – continued****1. Tier 1 – Pipeline Capacity Release - continued**

- b) The Company will then take the ratio of the Seller's Slope Component to the Company's Slope Component and multiply this ratio by the difference between: 1) the Company's pipeline transportation capacity and 2) the Company's Base Component to determine the remaining quantity of the Company's pipeline transportation capacity to be released to Sellers.
- c) The Tier 1 Pipeline Capacity Release Volume provided to each Seller is the sum of (a) and (b) above.

The Company will release pipeline transportation capacity on the "Selected Pipelines," as specified in the Company's GTOP Manual. Each month, the Company will recalculate the Seller's Base Component and Seller's Slope Component to reflect any changes to the number of customers in the Seller's Pool and the estimated consumption of the Pool. The computation of the Tier 1 Capacity Release Volume will be correspondingly updated each month to reflect changes to the Seller's Pool. If the Tier 1 Capacity Release Volume is insufficient to fully meet the requirements of the Seller's Pool during the summer months of May through October, the Company will increase the Tier 1 Capacity Release Volume each summer month, as required, to match the estimated load of the pool grossed up for LAUF. The Tier 1 capacity released on the Selected Pipelines will be at the Company's WACOC. The Seller or Seller's Agent is responsible for all fixed and variable costs associated with the released capacity. The Seller or Seller's Agent must deliver supply to the Company on the Selected Pipelines as specified in the GTOP manual.

2. Tier 2 – Retail Access Storage

- a) Quantity

The Company will provide Sellers Tier 2 Retail Access Storage each month from November 1st through April 30th. Prior to the start of each month, the Company will determine the quantity of Tier 2 Retail Access Storage to be provided each Seller by multiplying: 1) the capacity of the Company's storage contracts specified in the GTOP Manual by; 2) the ratio of the Seller's Slope Component to the Company's Slope Component.

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