Received: 07/22/2014 Status: CANCELLED Effective Date: 08/01/2015

PSC NO: 12 GAS LEAF: 427.1 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 4 INITIAL EFFECTIVE DATE: 11/01/14 SUPERSEDING REVISION: 3

STAMPS:

SERVICE CLASSIFICATION NO. 20

NON-CORE TRANSPORTATION SERVICE FOR ELECTRIC GENERATION (NCTEG)

A. DEFINITIONS

<u>Actual Value Added Charge</u> – The Value Added Charges that the Customer would have been billed during the Effective Period if the Value Added Charge had been calculated based on the actual Spark Spreads during the Effective Period. The Actual Value Added Charge takes into account prior period Reconciliation Charges.

<u>Annual Minimum Bill Obligation</u> – The Annual Minimum Bill Obligation is defined in the Customer's Gas Transportation Agreement.

<u>Annual Total Value Added Charge</u> - The sum of the Monthly Total Value Added Charges for the twelve months in the Test Year, as adjusted by the Reconciliation Charge in the Calendar Year.

Base Year – The first full year of the operation of the NYISO starting December 1, 1999.

<u>Base Year Spark Spread</u> - The simple average of the Spark Spread for all 8,784 hours of the Base Year.

<u>Calendar Year</u> - January 1st – December 31st of the year prior to the first day of the Effective Period.

<u>Customer's Heat Rate</u> – The Heat Rate expressed in mmBtu/Mwh in the Heat Tier Level that applies to Customer's equipment.

<u>Daily Delivery Quantity</u> - The total quantity of gas delivered to Customer after adjustment for lost and unaccounted for gas.

<u>Daily Gas Purchase Price</u> - The lower of Transco Zone 6 (NY) midpoint, Tetco M3 and Iroquois Zone 2 for the day of the gas flow reported in Platt's Gas Daily expressed in \$/dth.

<u>Daily Gas Sales Price</u> - The higher of Transco Zone 6 (NY) midpoint, Tetco M3 and Iroquois Zone 2 for the day of the gas flow reported in Platt's Gas Daily expressed in \$/dth.

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