

PSC NO: 12 GAS

LEAF: 406

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 13

INITIAL EFFECTIVE DATE: 11/01/14

SUPERSEDING REVISION: 12

STAMPS:

SERVICE CLASSIFICATION No. 19 – continued**E. STATEMENT OF SELLER CHARGES AND ADJUSTMENTS (continued)****7. Mandatory Capacity Program (continued)****a) Weighted Average Cost of Capacity (“WACOC”)**

The WACOC is a per dekatherm charge as described on Leaf No. 401.

b) Tier 2 – Bundled Winter Sales Price

The Tier 2 – Bundled Winter Sales Price is a per dekatherm price determined in accordance with the methodology described on Leaf No. 407.1.

c) Tier 3 – Virtual Storage Price

The Tier 3 – Virtual Storage Service Price is a per dekatherm price determined in accordance with the methodology described on Leaf Nos. 407.2 and 408.

8. Merchant Function Charges

Applicable to Sellers participating in the Company’s Purchase of Receivables (POR) Program

a) Commodity-Related Credit and Collection Expenses

The Commodity-Related Credit and Collection Expenses is a per dekatherm charge applicable to Sellers who participate in the Company’s Purchase of Receivables program. This charge shall be determined in accordance with the methodology described on Leaf No. 79.3.

b) Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge / Refund

The Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge or Refund is a per dekatherm surcharge to recover Commodity-Related Credit and Collection Expense under-collections or refund Commodity-Related Credit and Collection Expense over-collections each Gas Cost Year from Sellers participating in the Company’s POR program. This charge shall be determined in accordance with the methodology described on Leaf No. 79.10.

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