PSC NO: 12 GAS LEAF: 405 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 10 INITIAL EFFECTIVE DATE: 09/01/14 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. Average Fixed Cost Credits

Average Fixed Cost Credits are applicable to Sellers serving transportation customers served under Service Classification No. 17. The Average Fixed Cost Credits are determined in accordance with Rule 33.B.4 in General Information.

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.

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