Received: 12/30/2014 Status: CANCELLED

Effective Date: 01/01/2015

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 12

INITIAL EFFECTIVE DATE: 01/01/15

SUPERSEDING REVISION: 11

STAMPS: Issued in compliance with Order in Case 13-G-0439 dated December 16, 2014

GENERAL INFORMATION - Continued

ii) Effective September 1, 2016 and thereafter:

Allocate the Annual Fixed Cost Credits determined in Rule 33.B.4.b.1 above proportionate to the Average Fixed Cost of Gas of the SC 1, 2, 3 and 21 Sales Customers, divide by1) annual forecasted SC 1, 2, 3 and 21 sales and then divide by; 2) the Factor of Adjustment.

- 2) SC 4A Sales Customers
 - i) Effective September 1, 2014 to August 31, 2016:

Multiply the Average Sales Customer Fixed Cost Credit determined in Rule 33.B.3.c above by the following percentages:

- September 1, 2014 to August 31, 2015: 139%
- September 1, 2015 to August 31, 2016: 88%
- ii) Effective September 1, 2016 and thereafter:

Allocate the Annual Fixed Cost Credits determined in Rule 33.B.4.b.1 above proportionate to the Average Fixed Cost of Gas of the SC 4A Sales Customers, divide by: 1) annual forecasted SC 4A sales and then divide by; 2) the Factor of Adjustment.

- 3) SC 4A-CNG Sales Customers
 - i) Effective September 1, 2014 to August 31, 2016:

Multiply the Average Sales Customer Fixed Cost Credit determined in Rule 33.B.3.c above by the following percentages:

- September 1, 2014 to August 31, 2015: 139%
- September 1, 2015 to August 31, 2016: 89%

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