PSC NO: 12 GASLEAF: 405COMPANY: THE BROOKLYN UNION GAS COMPANYREVISION: 13INITIAL EFFECTIVE DATE: 01/01/15SUPERSEDING REVISION: 12STAMPS: Issued in compliance with order in Case 13-G-0439 dated December 16, 2014

SERVICE CLASSIFICATION No. 19 – continued

2. 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 serving SC 18 customers under the Daily Balancing Program.

3. 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.

4. Daily Cash Out Prices

Applicable to Sellers participating in either the Company's Core or Non-Core Monthly Balancing Program or Daily Balancing Program reflected as a dollar per dekatherm price.

a) Core Monthly Balancing Program:

The simple average of the following interstate pipeline gas prices for the date of flow published in Platt's Gas Daily Price Guide, Daily Price Survey:

Transco – Transco Zone 6 NY mid-point price Texas Eastern – Tx. Eastern M3 mid-point price Iroquois – Iroquois Zone 2 mid-point price

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