Received: 10/25/2011

Status: CANCELLED Effective Date: 11/01/2011

PSC NO: 12 GAS LEAF: 406.6 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1 INITIAL EFFECTIVE DATE: 11/01/11 SUPERSEDING REVISION: 0

STAMPS: Issued in compliance with Orders in C. 06-G-1185 dated 01/19/2010 and 10/18/11

SERVICE CLASSIFICATION No. 19 – continued

b) If there is a System Wide Positive Imbalance such that the Aggregate Daily Imbalance Percentage Exceeds the 5% DIT and

1) The Seller has a positive daily imbalance that is less than 5% then:

The Seller's positive daily imbalance quantity will be transferred to his Monthly Imbalance Account

2) The Seller has a positive daily imbalance (overdelivery) that exceeds 5% then:

The Seller's positive daily imbalance quantity shall be credited to the Seller at the following daily cash out prices:

0 to 5%	Transferred to the Monthly Imbalance Account
>5% to 10%	95% times the Daily Cash Out Price
>10% to 15%	90% times Daily Cash Out Price
>15% to 20%	80% times the Daily Cash Out Price
>20%	50% times the Daily Cash Out Price

3) The Seller has a negative daily imbalance (underdelivery):

The Seller's negative daily imbalance quantity will be transferred to his Monthly Imbalance Account.

- c) If there is a System Wide Negative Imbalance such that the Aggregate Daily Imbalance Percentage Exceeds the -5% DIT and
 - 1) The Seller has a negative daily imbalance that is less than -5%, then:

The Seller's negative daily imbalance quantity will be transferred to his Monthly Imbalance Account.

Issued by: Alan P. Foster, Senior Vice President and Controller, Brooklyn, NY