PSC NO: 12 GASLEAF: 406.4COMPANY: THE BROOKLYN UNION GAS COMPANYREVISION: 6INITIAL EFFECTIVE DATE: 11/01/11SUPERSEDING REVISION: 5STAMPS: Issued in compliance with Order in C. 06-G-1185 dated 01/19/2010

SERVICE CLASSIFICATION No. 19 – continued

G. DAILY BALANCING PROGRAM

Sellers serving customers taking transportation service under SC 18 may elect to participate in either the Company's Daily Balancing Program or Monthly Balancing Program. In order to be eligible for the Daily Balancing Program, the Sellers' customers must have Automatic Remote Meter equipment installed at their premises as well as a dedicated communication link that will allow the Company to access the customer's meter readings periodically throughout the day. The customer is required to pay for the Automatic Remote Meter and dedicated communication link.

Sellers that participate in the Company's Daily Balancing Program will be allowed to return to the Monthly Balancing Program on a best efforts basis. If approved to switch by the Company, the Sellers's customers must remain in the Monthly Balancing Program for at least 12 months

The following provisions are applicable to the Daily Balancing Program:

1. Delivery Quantity

The Seller is responsible for estimating the consumption of his Pool and for determining the quantity of gas to be delivered to his Pool throughout the day. The Seller will have access to the telemetered consumption of the Pool three times each day and pursuant to Section V of the Company's GTOP manual will be expected to make intra-day nominations to align deliveries grossed up for UFG with the Pool's actual consumption throughout the day.

Sellers serving pools comprised of NCTS-6C, NCTS-6G and NCTS-6M customers are responsible for delivering gas to the Company, except when such transportation service has been interrupted by the Company.

Sellers serving pools comprised of NCTS-5A customers are responsible for delivering gas to the Company, except when such transportation has been interrupted by the Company or when the Seller elects to burn an alternate fuel. The Company will use reasonable efforts to provide customers 24 hours' notice of interruption.

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