Received: 08/05/2011

Status: CANCELLED Effective Date: 11/01/2011

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 2
INITIAL EFFECTIVE DATE: 11/01/11

SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with Order in C. 06-G-1185 dated 01/19/2010

**SERVICE CLASSIFICATION No. 19 – continued** 

## 2. Daily Swing Service Monthly Demand Charge

The Company will utilize upstream assets and gas supply to manage differences between the quantity of gas delivered during the day by the Seller and the quantity of gas actually consumed during the day by the Seller's Pool.

Sellers shall pay a daily swing service monthly demand charge which is calculated by multiplying: 1) the Daily Swing Service Monthly Demand Charge set forth on the Statement of Seller Charges and Adjustments; by 2) 1/12 of the Pool's annual normalized consumption..

## 3. Daily Cash Out

At the end of each day, the Company will determine the Aggregate Daily Imbalance Percentage for all Sellers participating in the Daily Balancing Program by subtracting: 1) the total telemetered daily consumption grossed up for UFG of the daily balanced pools, from: 2) the total quantity of gas delivered to the city gate for those pools, and dividing this difference by: 3) the total telemetered daily consumption grossed up for UFG of the daily balanced pools.

The Company will then compare the Aggregate Daily Imbalance Percentage to the +/- 5% Daily Imbalance Tolerance (DIT).

a) If there is a System Wide Positive or Negative Imbalance such that the Aggregate Daily Imbalance Percentage is within the +/-5% DIT then:

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

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