

PSC NO: 12 GAS

LEAF: 208

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 12

INITIAL EFFECTIVE DATE: 09/02/10

SUPERSEDING REVISION: 11

STAMPS:

SERVICE CLASSIFICATION No. 6G - Continued**Rate Schedule 2:**

Customers whose annual weather normalized usage is equal to or greater than 10,000 dth

A monthly minimum charge of \$294.71 for the first 10 therms consumed will be applied to each customer under this rate schedule. Not less than two business days prior to the date on which the statement is proposed to be effective, the Company will file with the Public Service Commission a unit commodity rate per therm applicable to all sales exceeding the minimum consumption of 10 therms per month. The Company will, at its sole discretion, set the rate per therm at a level that is no less than the Temperature Controlled Incremental Cost of Gas (TC Floor Price) plus the Incremental State Assessment Surcharge applicable to SC 6. In addition, an annual price cap will apply in compliance with the Commission's Orders in Cases 06-M-0878, 06-G-1185 and 09-M-0311. The annual price cap calculation will compare, the aggregate temperature controlled class, actual S.C. 6C, 6G and 6M revenues versus what those revenues would have been under Service Classification No. 2 – General – Heating plus the Incremental State Assessment Surcharge applicable to SC 6. If during any month the TC Floor Price is higher than the published Monthly Cost of Gas for S.C. 2-2, an adjustment to the annual price cap is permissible.

Rate Schedule 3:

Bulk Purchasers - available to any governmental agency who seeks to enter into an individually negotiated contract with the Company.

Service under this category will be available to any governmental agency within the Company's service territory seeking to enter into an individually negotiated contract with the Company. The rate for and other terms and conditions of service to customers qualifying under this rate schedule will be set forth in a service agreement negotiated between the Company and the customer, which will be filed with the Commission. Negotiated service agreements at similar overall terms shall be available to all similarly situated customers. The minimum rate charged must be sufficient to recover all costs incurred to serve the customer including a reasonable contribution to fixed costs. The rate shall include the following components:

Issued by: Andrew F. Sloey, Chief Financial Officer, Brooklyn, NY