

PSC NO: 12 GAS
 COMPANY: THE BROOKLYN UNION GAS COMPANY
 INITIAL EFFECTIVE DATE: 08/26/10
 STAMPS:

LEAF: 79.12
 REVISION: 2
 SUPERSEDING REVISION: 1

GENERAL INFORMATION - Continued

2. Return Requirement on Gas in Storage Recoveries equal the recoveries from Return Requirement on Gas in Storage during the Gas Cost Year from Service Classification Nos. 1A, 1AR, 1B, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 21, 17-1A, 17-1AR, 17-1B, 17-1BI, 17-1BR, 17-2, 17-3, 17-4A, 17-4A-CNG, 17-4B, 17-7, 17-14 and 17-21 net of revenue taxes.
3. Return Requirement on Gas in Storage Surcharge or Refund Recoveries equal Total revenues or refunds from the Return Requirement on Gas in Storage Imbalance Surcharge or Refund charges during Gas Cost Year, net of associated revenue taxes plus the prior year imbalance.

$$\text{Current Year Imbalance} = 1 - 2 + 3$$

Divide result by the Company's estimated sales to Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 and deliveries to Service Classification Nos. 17-1A, 17-1AR, 17-1B, 17-1BI, 17-1BR, 17-2, 17-3, 17-4A, 17-4A-CNG, 17-4B, 17-7, 17-14 and 17-21 for the twelve month period January 1 through December 31

The surcharge or refund computation shall be filed with the Commission on or before October 15 of the calendar year before it is to become effective.

A. Statement of Monthly Cost of Gas and Adjustments

1. Effective Date

The Monthly Cost of Gas and Adjustments shall be filed two business days prior to the date which it is proposed to become effective. The statement shall identify the service classification to which they apply, the dates when the rates shall be effective, the commodity and fixed costs of gas purchased to serve customers subject to the Gas Adjustment Clause, the date which, and the period for which, the rates were determined, and any refunds or surcharges which will be applied.

B. Applications of Monthly Cost of Gas and Adjustments:

1. The application of the Monthly Cost of Gas and Adjustments will:
 - a. Begin with meter readings taken on and after the effective date of the current Statement; and
 - b. Shall continue in effect until changed on a later statement.

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