

PSC NO: 12 GAS LEAF: 138.50
 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 7
 INITIAL EFFECTIVE DATE: 01/01/11 SUPERSEDING REVISION: 6
 STAMPS: Issued in compliance with Order in Case 06-G-1185 dated December 21, 2007

GENERAL INFORMATION – Continued

47. Delivery Rate Surcharge

The Company shall develop a volumetric delivery rate surcharge for Service Classification Nos. 1A, 1AR, 1B, 1BR, 1BI, 1B-DG, 2-1, 2-2, 3, 4A, 4A-CNG, 4B, 7, 14, 17-CTS-1A, 17-CTS-1AR, 17-CTS-1B, 17-CTS-1BR, 17-CTS-1BI, 17-CTS-1B-DG, 17-CTS-2-1, 17-CTS-2-2, 17-CTS-3, 17-CTS-4A, 17-CTS-4A-CNG, 17-CTS-4B, 17-CTS-7, 17-CTS-17, and 21. This surcharge was calculated based upon the percentage of each the aforementioned service classification's contribution to total firm delivery revenues. Revenue from the delivery rate surcharge will be deferred and bear interest pursuant to the Commission's Orders in Case 06-G-1185.

The surcharges effective January 1, 2011 are listed below:

	<u>\$ per therm</u>
SC 1A, SC 1AR, SC 17-CTS-1A, SC 17-CTS-1AR	\$0.0641
SC 1B, 1BR, 1BI, 1B-DG, SC 17-CTS-1B, SC 17-CTS-1BR	
SC 17-CTS-1BI, SC 17-CTS-1B-DG	\$0.0166
SC 2-1, SC 17-CTS-2-1	\$0.0092
SC 2-2, SC 17-CTS-2-2	\$0.0111
SC 3, SC 17-CTS-3	\$0.0085
SC 4A, SC 4A-CNG, SC 17-CTS-4A, SC 17-CTS-4A-CNG	\$0.0047
SC 4B, SC 17-CTS-4B	\$0.0086
SC 7, SC 17-CTS-7	\$0.0080
SC 14	\$0.0174
SC 21, SC 17-CTS-21	\$0.0000

48. System Benefits Charge

As of January 2008, and annually thereafter until the Commission orders otherwise, a System Benefits Charge (SBC) will recover costs associated with the Company's energy efficiency programs. Such costs, including program costs, lost revenue and performance-based incentives, are recoverable through the SBC pursuant to the Commission's Orders in Cases 06-G-1185 and 07-M-0548. Effective January 1, 2010, lost revenues will not be recovered for Service Classification Nos. 1B, 1BR, 1BI, 1B-DG, 17-CTS-1B, 17-CTS-1BR, 17-CTS-1BI.

The Company will calculate the SBC by dividing the annual energy efficiency dollars, plus (minus) any over or undercollections from prior years, including carrying charges, by the projected volumes from the following firm service classifications: 1A, 1AR, 1B, 1BR, 1BI, 1B-DG, 2-1, 2-2, 3, 4A, 4B, 7, 17-CTS 1A, 17-CTS 1AR, 17-CTS 1B, 17-CTS 1BR, 17-CTS 1BI, 17-CTS-1B-DG, 17-CTS 2-1, 17-CTS 2-2, 17-CTS 3, 17-CTS 4A, 17-CTS 4B, and 17-CTS 7.

The SBC will appear on the Statement of System Benefits Charge. Except for the Statement of System Benefits Charge filed to be effective January 1, 2010, the Statement of System Benefits Charge will be filed on no less than 15 days notice.

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