

PSC NO: 12 GAS

LEAF: 401

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 2

INITIAL EFFECTIVE DATE: 11/03/06

SUPERSEDING REVISION: 1

STAMPS:

**SERVICE CLASSIFICATION No. 19 - Continued**

Daily Redelivery Quantity (DRQ) - The quantity of gas transported and delivered by the Company to a Pool hereunder on any day which is in excess of gas delivered by Seller to the Company hereunder on such day. Such quantity shall be adjusted for fuel allowances.

Delivery Period - Period beginning on May 1st and ending October 31st of a calendar year.

Load Profile Factor - The Pool's maximum month's normalized consumption, divided by the minimum month's consumption minus one, all calculated as per the Company's records. The minimum load profile will never be less than one; the maximum load profile will never be greater than five.

Maximum Daily Delivery Quantity (MDDQ) - The maximum daily quantity of gas that Seller may be required to deliver on any day to the Company pursuant to Seller's Service Agreement. Such quantity shall be subject to the limitations, restrictions and other provisions contained herein.

Monthly Average Commodity Cost of Gas - The Company's weighted average cost per therm of commodity gas delivered to the city gate facilities from the Company's suppliers for the month. This cost will be determined by the Company and included on the Statement of Unbundled Transportation Service Cash Out Charges filed with the Commission by the fourth business day following the effective month.

Monthly Cash Out Price - The Market Center Spot-gas Price, Northeast, Transco Zone 6 Index. This price is posted as set forth in the publication entitled Inside FERC's Gas Market Report, for the applicable month.

Pool - A group of customers to whom a Seller is selling gas, who are receiving transportation service pursuant to Service Classification No. 17 or Service Classification No. 18, whose gas usage is aggregated by the Seller for the purpose of providing service under this Service Classification.

Redelivery Balance - At any time shall be equal to the sum of all Daily Delivery Quantities during any time period, minus the sum of all Daily Redelivery Quantities during such time period, plus a Seller's Redelivery Balance (if any) at the start of such time period.

Issued by: John J. Bishar, Jr., Executive Vice President, General Counsel, and Secretary, Brooklyn, NY