Effective Date: 11/01/2006

PSC NO: 12 GAS LEAF: 342 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 10 INITIAL EFFECTIVE DATE: 11/01/06 SUPERSEDING REVISION: 8

STAMPS:

## **SERVICE CLASSIFICATION No. 17 - Continued**

## **Daily Swing Service Monthly Imbalance Charge**

The Company shall balance the Customer's account after each actual meter reading to zero. This shall be done by comparing the sum of the Customer's deliveries to the Company for the month to the Customer's actual usage for the same period. If the Customer consumed more gas than delivered to the Company for his account, the excess shall be purchased by the Customer at the Company's Monthly Cash Out Price for the same period. If the Customer consumed less gas than delivered to the Company for his account, the shortfall shall be credited to the Customer at the Company's Monthly Cash Out Price for the same period.

## Marketer/Direct Customer Capacity Program

All Marketers/Direct Customers must secure primary firm delivery point capacity for the some portion of needs of their firm customers for each of the five winter months (November through March, inclusive) as described below. For Marketers/Direct Customers electing to accept the Company's capacity, such capacity shall be made available as follows:

## **Capacity Release Option - Tier 1**

Subject to the conditions described below, the Company will make available to participating Marketers released capacity each month for the 12-month period beginning November 1<sup>st</sup> of each year equal to the "Tier 1 Maximum Capacity Release Volume". Initially, the Tier 1 Maximum Capacity Release Volume will be set at 75% of the Marketer's estimated November daily load. The Company will release pipeline capacity on the ("Selected Pipelines") as specified in the Company's Gas Transportation Operating Procedures Manual in an amount, determined by the Marketer, not to exceed the Tier 1 Maximum Capacity Release Volume for that Marketer. On a monthly basis, the Company will recalculate the equivalent November daily load to reflect any increase or decrease in the number of customers and/or delivery volumes in the Marketer's pool, and adjust the Marketer's capacity release volume accordingly. Any Marketer that chooses to take capacity in an amount that is less than the Tier 1 Maximum Capacity Release Volume must secure primary firm delivery capacity to the appropriate Company city gate for the difference between the amount of Tier 1 capacity the Marketer elects to take and the Tier 1 Maximum Capacity Release Volume.

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