PSC NO: 12 GAS LEAF: 155 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 3 INITIAL EFFECTIVE DATE: 01/01/08 SUPERSEDING REVISION: 2 STAMPS: Issued in compliance with order in Case 06-G-1185 dated December 21, 2007

SERVICE CLASSIFICATION No. 1BR

RESIDENTIAL HEATING REDUCED RATE SERVICE

Applicable to Use of Service for:

Applicants for this rate must be the customer of record and provide proof of current enrollment at the time of application in one of the following programs: Aid to Families with Dependent Children, Home Relief, Supplement Security Income, Medicaid, Food Stamps, Home Energy Assistance Program, Veteran's Disability Pension, Veteran's Surviving Spouse Pension or Child Health Plus. Subject to the Special Provision listed below, Service Classification No. 1BR is available to customers using gas service to supply the principal residential space heating requirements of any of the following premises:

- 1. One-family and two-family dwellings; or
- 2. Separately metered units of a multiple dwelling.

By order issued December 21, 2007 in Case 06-G-1185, the projected maximum number of customers will be 60,000, combined under Service Classification No. 1AR and 1BR.

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