

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 05/06/08
STAMPS: Issued in compliance with order in Case 06-G-1185 dated December 21, 2007

LEAF: 185
REVISION: 2
SUPERSEDING REVISION: 1

SERVICE CLASSIFICATION NO. 5B - Continued

Revenue Tax Surcharge:

The rates and charges under this Service Classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues in the municipality where service is supplied. The aggregate percentage rate will be described in the customer's service agreement.

Heating Value Adjustment:

Volumes of gas registered at the customer's meter in Ccf, will be converted to therms based on the procedures of the Company or the Company's pipeline transporter.

Term:

The term of service under this service classification will be specified in the customer's service agreement, but will not be less than thirty days.

Special Provisions:

A. Level of Service:

The degree of interruption, if any, and the interruption notice requirements will be specified in the customer's service agreement. The order of interruption for interruptible customers whose service is provided from system supply will be determined based on customers' rates, with the customer paying the highest rate being offered gas first. If the rate charged to a customer is less than the Incremental Cost of Gas (Interruptible Floor Price), as adjusted for any variation in transportation costs incurred by the Company in effecting deliveries to points located outside the Company's service territory, the Company will interrupt gas service to the customer. The Interruptible Floor Price shall be updated as necessary within the Effective Month, to account for any higher price gas supplies that are actually dispatched to serve the Service Classification No. 5A and 5B. In addition, an annual price cap will apply in compliance with the Commission's orders in Case 06-G-1185.

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