

PSC NO: 12 GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 01/01/04

LEAF: 427.1
REVISION: 1
SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION NO. 20

NON-CORE TRANSPORTATION SERVICE FOR ELECTRIC GENERATION

DEFINITIONS

Actual Monthly ICOG - The actual monthly incremental cost of gas including demand charges incurred by the Company. The Actual Monthly ICOG will be included on the Statement of Unbundled Transportation Service Cash Out Charges filed with the Commission by the fourth business day of the following month.

Average Hourly Market Electric Price – The respective zonal average of the Real Time Electric Market Locational Based Marginal Pricing (LBMP) for the applicable hour as reported on the NYISO website expressed in \$/Mwh.

Base Year – Rolling twelve (12) month hourly average Real Time pricing.

Currently Hourly Electric Price - The per Mwh market price of electricity for the current hour calculated as the Average Hourly Market Electric Price and the Customer's output expressed in Mwh for each hour of the month.

Customer's Heat Rate - To be determined through periodic testing of the Customer's facility, expressed as Mmbtu/Mwh and provided on six month intervals coinciding with the NYISO testing periods. Similar and most recent required NYISO DMNC test documentation must be submitted to KeySpan.

Customer's Mwh Generated Output - The hourly dth consumption divided by the Customer's heat rate expressed in Mwh/hours.

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