

..DID: 7652

..TXT: PSC NO: 12 GAS

LEAF: 410

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 2

INITIAL EFFECTIVE DATE: 05/21/99

SUPERSEDING REVISION: 1

STAMPS:

Effective date postponed to 08/01/99. See Supplement No. 2, 1

RECEIVED: 02/25/99 STATUS: Effective EFFECTIVE: 08/01/99

SERVICE CLASSIFICATION No. 19 - Continued

Daily Swing Service Imbalance Charge

The Company shall balance the Seller's account at the end of each month to zero. This shall be done by comparing the sum of the Seller's deliveries to the Company for the month, to the Pool's actual and/or estimated usage for the same period. If the Pool consumed more gas than delivered to the Company for the Pool's account, the excess shall be purchased by the Seller at the Company's Monthly Cash Out Price for the same period. If the Pool consumed less gas than delivered to the Company for the Pool's account, the shortfall shall be credited to the Seller at the Company's Monthly Cash Out Price for the same period.

City Gate Balancing

Sellers taking service under NCTS-6C, NCTS-6G or NCTS-6M shall be responsible for delivery each day to the Company, except when such transportation service has been interrupted by the Company for a full day in accordance with such service, of a quantity of natural gas equal to the ADDQ.

Sellers taking service under NCTS-5A shall be responsible for delivery each day to the Company, except when such transportation has been interrupted by the Company for a full day in accordance with such service or when the Seller elects to burn an alternate fuel for a full day, of a quantity of natural gas equal to the ADDQ. The Company will use reasonable efforts to provide customers 24 hours' notice of interruption.

A) Each day, Seller shall nominate an schedule deliveries of gas to the Company in an amount equal to the Seller's ADDQ. If the total quantity of gas delivered by Seller to the Company on any day is within $\pm 2\%$ of Seller's ADDQ for such day, and Seller has met its nomination and scheduling obligations hereunder, then,

- 1) In the event that the total quantity of gas delivered is more than Seller's ADDQ, the Seller shall pay the Company a per therm amount equal to the Company's Daily Commodity Cost of Gas multiplied by the difference between (i) the total quantity of gas delivered by Seller to the Company on such day and (ii) Seller's ADDQ for such day, bringing the imbalance in Seller's ADDQ to zero each day.

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY