Received: 09/25/1998 Status: CANCELLED Effective Date: 10/01/1998

..DID: 5276

..TXT: PSC NO: 12 GAS LEAF: 70

COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1

INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION: 0

STAMPS: Issued in compliance - C.98-G-0824 (8/27/98) and C.95-G-0761 (9/22/98)

RECEIVED: 09/25/98 STATUS: Effective EFFECTIVE: 10/01/98 GENERAL INFORMATION - Continued

C. Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3

Pursuant to the Commission's Opinion No. 96-26 issued in Case 95-G-0761, the rates for gas service under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3 shall include each month the Monthly Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3. Such Monthly Cost of Gas will reflect an unaccounted for gas factor of adjustment ratio of 1.0373 and be rounded to the nearest .01 cent per therm.

The Monthly Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3 is the sum of (1) the Monthly Fixed Cost of Gas per therm for such service classifications, and (2) the Monthly Commodity Cost of Gas per therm for such service classifications.

The Monthly Fixed Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3 shall be computed every August for inclusion in the monthly billing for the following Gas Cost Year as follows:

- 1) For the Gas Cost Year following the computation date, multiply the Supplier's, Transporters' and Storage Providers' Fixed Rates and Charges each month for pipeline transportation capacity by the Company's billing determinants associated with such pipeline capacity charges for such year, **PLUS**
- 2) For the Gas Cost Year following the computation date, multiply the Supplier's, Transporters' and Storage Providers' Fixed Rates and Charges each month for storage capacity by the Company's billing determinants associated with such storage charges for such year, **PLUS**
- 3) For the Gas Cost Year following the computation date, multiply the Supplier's, Transporters' and Storage Providers' Fixed Rates and Charges each month for supplier reservation charges by the Company's billing determinants associated with such reservation charges for such year, **PLUS**

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