

..DID: 5462

..TXT: PSC NO: 12 GAS

LEAF: 308

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)

Cancelled by 2 Rev. Leaf No. 308 Effective 04/17/2000

RECEIVED: 09/25/98 STATUS: Cancelled EFFECTIVE: 10/01/98

SERVICE CLASSIFICATION No. 16 - Continued

B) If the total quantity of gas delivered by Customer to the Company on any day is more than 2% greater or less than Customer's ADDQ or the Customer has not met its nomination and scheduling obligations, for such day then,

- 1) In the event that the total quantity of gas delivered to the city gate is more than 102% of the Customer's ADDQ, a penalty charge equal to \$1.00 per therm will be applied to deliveries in excess of 102% of the Customer's ADDQ. This amount will be reduced by an amount equal to the deliveries in excess of the Customer's ADDQ multiplied by the Company's Daily Commodity Cost of Gas, bringing the imbalance in the Customer's ADDQ to zero each day.
- 2) In the event that the total quantity of gas delivered to the city gate is less than 98% of the Customer's ADDQ, a penalty charge equal to \$1.00 per therm will be applied to deliveries less than 98% of the Customer's ADDQ. This amount will be increased by any amount equal to the deliveries less the Customer's ADDQ multiplied by the Company's Daily ICOG, bringing the imbalance in the Customer's ADDQ to zero each day.

Provided however that the \$1.00 per therm charge in B(1) and B(2) may be increased during critical periods (i.e. gas shortage, period of gas market price volatility, etc.).

Weather Normalization Adjustment

The transportation rates for Rate Schedules CTBS-1B, CTBS-1BR, CTBS-2, CTBS-3 and CTBS-4B under this Service Classification shall reflect a surcharge or credit for the Weather Normalization Adjustment as described on General Information Leaf Nos.80 to 83. Such surcharge or credit shall be set forth on the Statement of Comprehensive Transportation and Balancing Service Rates and Charges filed with the Commission.

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