Status: CANCELLED Received: 05/09/2019 Effective Date: 12/01/2019

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 5
INITIAL EFFECTIVE DATE: 11/01/19

SUPERSEDING REVISION: 3
STAMPS: Issued in compliance with Order in Case 16-G-0059 dated February 7, 2019

GENERAL INFORMATION - Continued

2) **BY** the estimated annual sales for customers served under Service Classification Nos.:

Prior to December 31, 2016: 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 21 and to Marketers participating in the Company's Purchase of Receivables program that serve SC 17 for the corresponding time period

Effective January 1, 2017: 1, 2, 3, 4A, 4A-CNG, 4B, 7, 21 and 22 and to Marketers participating in the Company's Purchase of Receivables program that serve SC 17 and 18-22.

C. Uncollectible Expenses Associated with Gas Costs

1) Effective January 1, 2017: The Uncollectible Expenses Associated with Gas Costs per therm rate is determined monthly for SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 21 and 22 by multiplying: 1) the Monthly Cost of Gas calculated and set forth on the Statement of Monthly Cost of Gas and Adjustments by 2) the applicable Uncollectible Rate

D. Return Requirement on Gas Purchase-Related Working Capital

1. Effective January 1, 2017: The Return Requirement on Gas Purchase Working Capital will be charges to SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 21 and 22 by multiplying: 1) the Monthly Cost of Gas calculated and set forth on the Statement of Monthly Cost of Gas and Adjustments by; 2) the Lead Lag Rate by; 3) Pre-Tax Weighted Average Cost of Capital.

Issued by: John Bruckner, President, Brooklyn, NY