

PSC NO: 12 GAS

LEAF: 79.2

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 5

INITIAL EFFECTIVE DATE: 03/01/16

SUPERSEDING REVISION: 4

STAMPS:

GENERAL INFORMATION – Continued

34. Merchant Function Charge

The rates for sales service under SC 1, 2, 3, 4A, 4A-CNG, 4B, 6, 7, 21 and Interruptible; firm transportation service under SC 17 and to ESCOs participating in the Company's POR Program shall include each month components of the Merchant Function Charge as follows:

A. Gas Procurement and Commodity-Related Sales Promotion Expenses

The Gas Procurement and Commodity-Related Sales Promotion Expenses

Unitized Charge per therm is applicable to sales service under:

Prior to December 31, 2016: SC 1, 2, 3, 4A, 4A-CNG, 4B, 7 and 21

Effective January 1, 2017: SC 1, 2, 3, 4A, 4A-CNG, 4B, 6, 7, 21 and Interruptible and shall be computed as follows:

- 1) Divide the Total Annual Gas Procurement and Commodity-Related Sales Promotion Expenses for each year as shown on the schedule below:

Beyond 2012, through December 31, 2016, the Total Annual Gas Procurement and Commodity-related Sales Promotion Expenses will be held at \$1,314,887.

Effective January 1, 2017, the Total Annual Gas Procurement and Commodity-related Sales Promotion Expenses will be held at \$1,261,317

Issued by: Kenneth D. Daly, President, Brooklyn, New York