

Effective Date: 12/01/2016

PSC NO: 12 GAS

LEAF: 175

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 16

INITIAL EFFECTIVE DATE: 12/01/16

SUPERSEDING REVISION: 14

STAMPS:

SERVICE CLASSIFICATION No. 5A - Continued**Character of Service**

For service to a delivery point within the Company's service territory, the Company will provide gas to the Customer that contains not less than 975 Btu, on a dry basis, per cubic foot at a pressure of not less than four inches of water column gauge, as measured at the Customer's end of the service line. For service to a delivery point outside the Company's service territory under Rate Schedule 2, the Company will provide gas of a quality and at a pressure and heat value content conforming to either the Company's specifications or the specifications of the Company's pipeline transporter.

Service under this service classification is interruptible. In the event that the Company calls on peaking assets to supplement supply to meet high demand or for isolated distribution system reliability reasons in excess of four hours (other than for LNG plant idling or cooling or for system testing), or if the Company, at its sole discretion, determines that it is warranted to protect the reliability and safety of the system for firm Customers, the Company will interrupt service to Customers on this service classification. Interruptible customers may remain on gas when peaking supplies are dispatched in the following circumstances: 1) peaking supplies are dispatched ratably across a weekend and/or holiday with varying temperatures above and below 15° F; and 2) peaking supplies are dispatched based on a day ahead call option with forecast low temperature of 15°F or below, but the actual low temperature is higher than the forecast. In each case, Interruptible customers may be allowed to burn gas, in the Company's sole discretion, if system conditions permit. LNG and non-ratable peaking supplies will be minimized to preserve winter deliverability. The Company will endeavor to provide notification (within two hours) of a scheduled interruption in accordance with the Communications Protocol described in this service classification. Upon receipt of such notice, the Customer shall curtail or discontinue use of gas as instructed by the Company (see Special Provisions).

Rate Schedule 1:

Not less than two business days prior to the date on which the statement is proposed to be effective, the Company will file with the Public Service Commission a rate for Customers taking standard offer price service under this service classification. The Company will, at its sole discretion, set the rate per therm at a level which is no less than the Company's Incremental Cost of Gas (Interruptible Floor Price) plus the Incremental State Assessment Surcharge/Credit applicable to SC 5A. The Interruptible Floor Price shall be updated as necessary within the Effective Month, to account for any higher price gas supplies that are actually dispatched to serve the SC 5A. In addition, an annual price cap will apply in compliance with the Commission's orders in Case 06-G-1185 and Case 09-M-0311. The annual price cap calculation will compare, as a class, actual SC 5A revenues versus what those revenues would have been under Service Classification No. 2 – General – Heating plus the Incremental State Assessment Surcharge/Credit applicable to SC 5A. If during any month the Interruptible Floor Price is higher than the published Monthly Cost of Gas for SC 2-2, an adjustment to the annual price cap is permissible.

Issued by: Kenneth D. Daly, President, Brooklyn, NY