PSC NO: 12 GAS LEAF: 406.4 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 9 INITIAL EFFECTIVE DATE: 01/01/17 SUPERSEDING REVISION: 8 STAMPS: Issued in compliance with Order in Case 16-G-0059 dated December 16, 2016

SERVICE CLASSIFICATION No. 19 – continued

G. NON-CORE MONTHLY BALANCING PROGRAM - continued

2. Swing Service Demand Charge - continued

Sellers shall pay a swing service demand charge which is calculated by multiplying the per dekatherm 1) the Swing Service Demand Charge set forth on the Statement of Seller Charges and Adjustments; by 2) 1/12 of the Pool's annual normalized consumption.

3. City Gate Balancing

Each day, Seller or Seller's Agent shall nominate and schedule deliveries of gas to the Company's city gate in an amount equal to the Seller's Non-Core DDQ within a tolerance of $\pm 2\%$.

Sellers serving pools comprised of NCTS-6C, NCTS-6G and NCTS-6M customers shall be responsible for delivery each day to the Company, except when such transportation service has been interrupted by the Company for a full day in accordance with such service, of a quantity of natural gas equal to the Non-Core DDQ.

Sellers serving pools comprised of NCTS-5A customers shall be responsible for delivery each day to the Company, except when such transportation has been interrupted by the Company for a full day in accordance with such service or when the Seller elects to burn an alternate fuel for a full day, of a quantity of natural gas equal to the Non-Core DDQ. The Company will use reasonable efforts to provide customers 24 hours' notice of interruption.

a) In the event that the total quantity of gas delivered to the city gate is less than 98% of the Seller's Non-Core DDQ, Seller shall pay a per therm amount equal to the Company's Daily Cash Out Price plus a City Gate Balancing Penalty Charge of \$25.00 per dekatherm multiplied by the difference between (i) 98% of the Seller's Non-Core DDQ for such day and (ii) the total quantity of gas delivered by Seller to the Company on such day. However, when the Company issues an OFO, the Seller shall pay a per therm amount equal to the Company's Daily Cash Out Price plus an OFO Penalty Charge equal to \$50.00 per dekatherm.

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