

PSC NO: 12 GAS  
 COMPANY: THE BROOKLYN UNION GAS COMPANY  
 INITIAL EFFECTIVE DATE: 07/01/13  
 STAMPS: Issued in compliance with order in Case 12-G-0544 dated June 13, 2013

LEAF: 79.9  
 REVISION: 2  
 SUPERSEDING REVISION: 1

## GENERAL INFORMATION - Continued

6. Total Fixed Cost of Gas Recoveries = Total revenues from monthly fixed cost of gas charges during Gas Cost Year, net of associated revenue taxes.
7. Total Commodity Cost of Gas Recoveries = Total recoveries from Monthly Commodity Cost of Gas charges during Gas Cost Year, net of associated revenue taxes.
8. Total Hedging Costs/Credits Recoveries  
Total Hedging Costs/Credits Recoveries during the Gas Cost Year.
9. Total Gas Credit Recoveries  
Total Gas Credit Recoveries during the Gas Cost Year
10. Total Gas Recoveries = (6) + (7) + (8) - (9)

**PLUS**

11. Total Monthly Imbalance Surcharge or Refund Recoveries
12. Net remaining prior year imbalance
13. LAUF Adjustment =
  - a) The LAUF Target, LESS
  - b) Actual System LAUF
 Multiplied by
  - c) The actual average commodity cost of gas
  - d) The metered sales of Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21

Annual Cost of Gas Imbalance = (5) – (10) + (11) + (12) + (13)

Divide Annual Cost of Gas Imbalance (including simple interest at the Commission's other customer capital rate) by forecast Gas Sales for twelve month period January 1 through December 31.

The determination period to be used in the computation of the surcharge or refund shall be the 12 months ended August 31 of each year. The surcharge or refund computation shall be filed with the Commission on or before October 15 of the calendar year before it is to become effective.

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