PSC NO: 12 GASLEAF: 218COMPANY: THE BROOKLYN UNION GAS COMPANYREVISION: 13INITIAL EFFECTIVE DATE: 07/01/13SUPERSEDING REVISION: 12STAMPS: Issued in compliance with order in Case 12-G-0544 dated June 13, 2013

SERVICE CLASSIFICATION No. 6M - Continued

Rate Schedule 2:

Customers whose annual weather normalized usage is equal to 3,500 but not greater than 8,999 <u>dth</u>

A monthly minimum charge of \$189.76 for the first 10 therms consumed will be applied to each customer under this rate schedule. Not less than two business days prior to the date on which the statement is proposed to become effective, the Company will file with the Public Service Commission a unit commodity rate per therm applicable to all sales exceeding the minimum consumption of 10 therms per month. The Company will, at its sole discretion, set the rate per therm at a level that is no less than the Temperature Controlled Incremental Cost of Gas (TC Floor Price) plus the Incremental State Assessment Surcharge applicable to SC 6. In addition, an annual price cap will apply in compliance with the Commission's Orders in Cases 06-M-0878, 06-G-1185, 09-M-0311 and 12-G-0544. The annual price cap calculation will compare actual S.C. 6M revenues versus what those revenues would have been under Service Classification No. 3 – Multi-Family plus the Incremental State Assessment Surcharge applicable to SC 6. If during any month the TC Floor Price is higher than the published Monthly Cost of Gas for S.C. 3, an adjustment to the annual price cap is permissible.

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