

PSC NO: 12 GAS

LEAF: 405.2

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 2

INITIAL EFFECTIVE DATE: 11/01/14

SUPERSEDING REVISION: 0

STAMPS:

**SERVICE CLASSIFICATION No. 19 – continued**

- b) Operational Flow Order (“OFO”) Penalty Charge: \$25.00 per dekatherm

1) Core Monthly Balancing Program

Charged on any day the Company issues an OFO and the total quantity of gas delivered to the city gate by the Seller is less than the Seller’s Core DDQ.

2) Non-Core Monthly Balancing Program

Charged on any day the Company issues an OFO and the total quantity of gas delivered to the city gate by the Seller is less than 98% of the Seller’s Non-Core DDQ.

**6. Monthly Cash Out Prices**

Applicable to Sellers participating in either the Company’s Core or Non-Core Monthly Balancing Program or Daily Balancing Program reflected as a dollar per dekatherm price.

- a) Core Monthly Balancing Program:

The simple average of the Daily Cash Out Prices in effect during the month.

- b) Non-Core Monthly Balancing Program:

The Transco Zone 6 Index published at the start of each month in the Platt’s Gas Daily Price Guide, Market Center Spot Gas Prices for the Northeast.

- c) Daily Balancing Program:

Determined for each Seller based on the simple average of the Daily Cash Out Prices in effect during the month.

**7. Mandatory Capacity Program**

Applicable to Sellers participating in the Company’s Mandatory Capacity Program.

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