

PSC NO: 12 GAS

LEAF: 406.5

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 5

INITIAL EFFECTIVE DATE: 11/01/14

SUPERSEDING REVISION: 4

STAMPS:

SERVICE CLASSIFICATION No. 19 – continued**G. NON-CORE MONTHLY BALANCING PROGRAM - continued****3. City Gate Balancing - continued**

- b) In the event that the total quantity of gas delivered to the city gate is more than 102% of the Seller's Non-Core DDQ, and the Company at its discretion accepts the gas, the Company shall pay Seller a per therm amount equal to the Company's Daily Cash Out Price multiplied by the difference between (i) the quantity of gas delivered by Seller to the Company on such day and (ii) 102% of Seller's Non-Core DDQ for such day.
- c) In the event that the Company interrupts service for at least one gas day to Seller's serving pools comprised of NCTS-6C, NCTS-6G and NCTS-6M customers or NCTS-5A customers and the Company accepts the Seller's gas deliveries to the city gate during that interruption, the Company shall purchase the Seller's gas at the Daily Cash Out Price.

4. Monthly Imbalance Account

At the end of each month, the Company will determine the balance in each Seller's Monthly Imbalance Account. This shall be done by: 1) adjusting the monthly quantity of gas delivered by the Seller to the Company's city gate to reflect any quantities that were cashed out daily during the month and 2) comparing the adjusted monthly delivery quantity to the Pool's monthly consumption grossed up for LAUF.

The Company shall adjust the monthly delivery quantity to reflect any quantities that were cashed out daily as follows:

- a) On days in which the quantity of gas delivered to the city gate is less than 98% of the Seller's Non-Core DDQ, the quantities cashed out shall be added to the Seller's monthly delivery quantity.
- b) On days in which the quantity of gas delivered to the city gate and accepted by the Company is greater than 102% of the Seller's Non-Core DDQ, the quantity cashed out shall be subtracted from the Seller's monthly delivery quantity.

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