

PSC NO: 12 GAS

LEAF: 76

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 11

INITIAL EFFECTIVE DATE: 09/01/14

SUPERSEDING REVISION: 10

STAMPS:

GENERAL INFORMATION – Continued

- b) The System Average Fixed Cost of Gas will be computed by dividing: 1) the Annual Fixed Cost of Gas determined in Rule 33.B.3.a. adjusted to account for fixed gas costs not allocated to ESCOs per Rule 33.B.3.c.5. by; 2) annual forecasted sales and transportation volumes for customers served under SC 1, 2, 3, 4A, 4A-CNG, 4B, 17 and 21 and then dividing by; 3) the Factor of Adjustment.

- c) The Average Fixed Cost of Gas for each of the following customer groups will be computed as follows:

1) SC 1, 2, 3 and 21 Sales Customers

Subtract from the Annual Fixed Cost of Gas determined in Rule 33.B.3.a above: 1) the annual fixed gas costs attributable to SC 4A, 4A-CNG, and 4B: divide by; 2) the annual forecasted sales and transportation volumes for customers served under SC 1, 2, 3, 17 and 21 and divide by: 3) the Factor of Adjustment.

2) SC 4A Sales Customers

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by the following percentages:

- i) Effective September 1, 2014 to August 31, 2015: 27%
- ii) Effective September 1, 2015 to August 31, 2016: 33%
- iii) Effective September 1, 2016 and thereafter: 38%.

3) SC 4A-CNG Sales Customers

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by 39%.

4) SC 4B Sales Customers

Multiply the System Average Fixed Gas Cost determined in Rule 33.B.3.b by the following percentages:

- i) Effective September 1, 2014 to August 31, 2015: 43%
- ii) Effective September 1, 2015 to August 31, 2016: 48%
- iii) Effective September 1, 2016 and thereafter: 53%.

Issued by: Kenneth D. Daly, President, Brooklyn, NY