PSC NO: 12 GAS LEAF: 405 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 11 INITIAL EFFECTIVE DATE: 11/01/14 SUPERSEDING REVISION: 8 STAMPS:

SERVICE CLASSIFICATION No. 19 – continued

E. STATEMENT OF SELLER CHARGES AND ADJUSTMENTS (continued)

1. Swing Service Demand Charge (continued)

The Swing Service Demand Charge is a per dekatherm charge of the cost of firm interstate pipeline transportation capacity, storage capacity and supply contracts the Company uses to provide swing service to Sellers.

- 2. Daily Balancing Service Demand Charge
 - a) Daily Balanced Non-Core Transportation

Applicable to Sellers participating in the Company's Daily Balancing Program that serve SC 18 customers (excluding electric generators).

b) Electric Generator Non-Core Transportation

Applicable to electric generators, or to Sellers that serve electric generators taking service under SC 18 or SC 20.

The Daily Balancing Service Demand Charge is a per dekatherm charge of the cost of firm capacity the Company uses to provide daily balancing to Sellers.

3. Unitized Fixed Cost Credits

Unitized Fixed Cost Credits are applicable to Sellers serving transportation customers served under Service Classification No. 17. The Unitized Fixed Cost Credits are determined in accordance with General Information Leaf Nos. 76 and 77 and specifically include: a) credits from sales to customers served under Service Classification 6C, 6G and 6M; b) credits from sales customers served under Service Classification 4A; c) credits from sales customers served under Service Classification 4A, c) credits from sales customers served under Service Classification 4A, c) credits from sales customers served under Service Classification 4A, c) credits from sales customers served under Service Classification 4B; e) transportation revenues from electric generators served under Service Classification Nos. 18 and 20; and f) swing service demand charge credits from ESCOs providing service to SC 18 non-core transportation customers under the Monthly Balancing Program; g) daily balancing service demand charge credits from ESCOs providing service to SC 18 non-core transportation customers under the Daily Balancing Program;

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