

PSC NO: 12 GAS

LEAF: 427.7

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 5

INITIAL EFFECTIVE DATE: 11/01/14

SUPERSEDING REVISION: 4

STAMPS:

**SERVICE CLASSIFICATION NO. 20 (Continued)****E. AGGREGATED GAS BALANCING**

Gas Balancing Agent may balance gas deliveries on an aggregated basis for one or more of Customer's generating facilities under this Service Classification or Service Classification No. 18 to mitigate daily imbalances and Daily Balancing Charges. Certain generating facilities may not be balanced on an aggregated basis if the Company's distribution system operations and reliability would otherwise be negatively impacted. Each day, Gas Balancing Agent shall balance Customer's daily negative delivery balance at any generating facility(s) to offset a positive daily imbalance at another generating facility(s).

**F. TRANSPORTATION SERVICE RATES - MONTHLY BILLING**

1. Rate Schedule 1: The Customer shall pay the following monthly charges for transportation service hereunder:
  - a) On-System Transportation Charge: On-System Transportation Charge is a unitized rate based upon the sum of the following:
    - i. Contribution to Fixed Costs -----\$0.10/dth
    - ii. Unitized Long Run Marginal Costs -----\$0.10/dth
  - b) Value Added Charge  
Determined in accordance with Leaf 427.12
  - c) Daily Balancing Service Demand Charge: Applicable to customers in accordance with Special Provision (h) on Leaf No. 427.15 and set forth on the Statement of Seller Charges and Adjustments.
  - d) Annual Minimum Bill Obligation: Once service under this Service Classification commences, the Customer shall be responsible for an Annual Minimum Bill Obligation equal to 50% of the facility's MAQ, multiplied by all charges payable under this Service Classification, whether such quantity is actually transported. In determining whether the Customer has satisfied the Annual Minimum Bill Obligation, the Company shall give full credit for the quantities of natural gas purchased by the Customer as the result of a monthly cashout. The Company shall determine whether the Customer has satisfied the Annual Minimum Bill Obligation each year on the anniversary of the commencement of service. Any deficiency shall be billed to the Customer in the following month

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