Received: 05/09/2014 Status: CANCELLED Effective Date: 01/01/2015

PSC NO: 12 GAS LEAF: 79.1 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 4 INITIAL EFFECTIVE DATE: 09/01/14 SUPERSEDING REVISION: 2 STAMPS:

GENERAL INFORMATION - Continued

e) SC 7 and 14 Sales Customers
The Monthly Cost of Gas shall equal the Average Commodity Cost of Gas determined in Rule 33.B.1 multiplied by the Factor of Adjustment.

C. STATEMENT OF MONTHLY COST OF GAS AND ADJUSTMENTS

Customers who purchase natural gas supply from the Company will be charged the Monthly Cost of Gas and adjustments set forth on the Statement of Monthly Cost of Gas and Adjustments. The Company shall file this statement not less than two business days prior to the date which it is proposed to become effective. The charges set forth on this statement will be charged to customers beginning with meter readings taken on and after the effective date of the current statement and continue in effect until changed on a later statement.

The Statement of Monthly Cost of Gas and Adjustments shall contain the following charges and adjustments:

- Weighted Average Commodity Cost of Gas
 The sum of the Average Commodity Cost of Gas and the Average Monthly
 Hedging Costs / Credits determined in accordance with Rules 33.B.1 and
 33.B.2.
- 2. Average Fixed Cost of Gas
 The Average Fixed Cost of Gas determined in accordance with Rule 33.B.3.
- 3. Weighted Average Cost of Gas
 The sum of the Weighted Average Commodity Cost of Gas from C.1 above
 and the Average Fixed Cost of Gas from C.2 above.

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