Status: CANCELLED Effective Date: 01/01/2015

PSC NO: 12 GAS LEAF: 70
COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 9
INITIAL EFFECTIVE DATE: 01/01/15 SUPERSEDING REVISION: 8
STAMPS: Issued in compliance with Order in Case 13-G-0439 dated December 16, 2014

GENERAL INFORMATION - Continued

Merchant Function Charge: the sum of the following unit costs: (1) Gas Procurement and Commodity-Related Sales Promotion Expenses, (2) Commodity-Related Credit and Collection Expenses, (3) Uncollectible Expenses Associated with Gas Costs, (4) Return Requirement on Gas Purchase-Related on Working Capital, and (5) Return Requirement on Gas in Storage.

Monthly Forecasted Firm Sendout: the combined total of the Company's Monthly Forecasted Firm Sendout and KEDLI's Monthly Forecasted Firm Sendout.

Monthly Forecasted Firm & TC Dispatch: the specific gas supply sources that are planned to be delivered to the city gate to serve Monthly Forecasted Firm and TC Sendout for the upcoming month.

Monthly Forecasted Firm & TC Sendout: the sum of the Monthly Forecasted Firm Sendout and Monthly Forecasted TC Sendout.

Monthly Forecasted TC Sendout: the combined total of the Company's Monthly Forecasted TC Sendout and KEDLI's Monthly Forecasted TC Sendout

Off-System Revenue Allocation Percentage: shall be determined in advance of the Gas Cost Year and used for purposes of allocating Off-system Revenue Credits between the Company and KEDLI. It shall be computed as the ratio of: 1) the Company's Annual Fixed Cost of Gas determined in accordance with Rule B.3.a to 2) the sum of the Company's Annual Fixed Cost of Gas and KEDLI's Annual Fixed Cost of Gas.

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