

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

LEAF: 66
REVISION: 7
SUPERSEDING REVISION: 6

GENERAL INFORMATION - Continued

33. Monthly Cost of Gas Surcharge

A. Definitions

Unless the context otherwise requires, the following definitions shall apply.

Asset Management Agreement: a transaction where the Company releases a portion of its upstream capacity rights to a third party subject to satisfaction by that third party of certain specified gas supply requirements of the Company. All such agreements must be structured in accordance with the regulations of the Federal Energy Regulatory Commission.

Company's Annual Forecasted Firm Sendout: the estimated firm customer requirements during the Gas Cost Year which are the sum of: (1) the estimated sales to sales customers served under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 **plus**, (2) the Company's estimated quantities of Tier 2, Tier 3 and balancing services to be delivered to transportation customers served under SC 17. All of the above quantities are multiplied by the applicable Factor of Adjustment.

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