

January 4, 2010

Honorable Jaclyn A. Brilling Secretary State of New York Public Service Commission Three Empire Plaza Albany, New York 12223

RE: CASE 06-G-1185 – Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of The Brooklyn Union Gas Company d/b/a National Grid NY – Transportation and Balancing Collaborative

Dear Secretary Brilling:

In accordance with the Public Service Commission of the State of New York's ("Commission") "Order Approving Transportation and Balancing Collaborative Report Recommendations with Modifications" dated June 23, 2009 ("June 23rd Order"), The Brooklyn Union Gas Company d/b/a National Grid NY ("KEDNY") hereby submits one copy of the following revised tariff leaves issued by KEDNY to its Schedule for Gas Service, PSC No. 12 on January 4, 2010 to become effective on one day's notice on January 5, 2010:

Fourth Revised Leaf No. 384 Second Revised Leaf No. 427.15

To its Schedule for Gas Service, PSC No. 12-GAS

After discussions with Staff, it has been agreed that further revisions were necessary to the aforementioned leaves to clarify that the Company must include the appropriate fees and charges of balancing and swing services for power generators that enter new service agreements or renew or renegotiate existing service agreements with the Company.

Copies of this filing are being served electronically on all active parties to this proceeding.

Please contact the undersigned if you have questions or require further information.

Yours truly,

Melissa R. Nairn Principal Analyst

Enclosures cc: Active Parties – Case 06-G-1185 PSC NO: 12 GASLEAF: 384COMPANY: THE BROOKLYN UNION GAS COMPANYREVISION: 4INITIAL EFFECTIVE DATE: 01/05/10SUPERSEDING REVISION: 3STAMPS: Issued in compliance with order in Case 06-G-1185 dated June 23, 2009

SERVICE CLASSIFICATION No. 18 – Continued

F. SPECIAL PROVISIONS – continued

- The Company will permit Customers served under this service classification to trade City Gate imbalances with Customers served under S.C. Nos. 17 and 18, and with Sellers providing service to a Pool under S.C. No. 19 pursuant to Special Provision No 6. of Leaf No. 411.
- 13. New service agreements with power generators under this service classification must include the appropriate fees and charges of balancing and swing services. Existing service agreements with power generators under this service classification must also include these fees and charges when the agreement is renewed or reaches its evergreen anniversary.
- 14. Notwithstanding anything else herein, any charges for which Seller is responsible under Service classification No. 19 shall not be Customer's responsibility under this Service Classification No. 18 unless Customer is acting as his own Seller. In the event of any conflict between the terms and conditions of this Service Classification No. 18 and the terms and conditions of Service Classification No. 19, the terms and conditions of Service Classification No. 19, the terms and conditions of Service Classification No. 19, the terms and conditions of Service Classification No. 19, the terms and conditions of Service Classification No. 19, the terms and conditions of Service Classification No. 19 shall govern.

G. REVENUE TAX SURCHARGE

All rates and charges under this Service Classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues, pursuant to the provisions contained on General Information Leaf Nos. 90 through 93.

H. CHARGE FOR LATE PAYMENT:

Pursuant to provisions contained in General Information Leaf Nos. 41 and 42.

Issued by: Andrew F. Sloey, Senior Vice President, Brooklyn, New York

PSC NO: 12 GAS LEAF: 427.15 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 2 INITIAL EFFECTIVE DATE: 01/05/10 SUPERSEDING REVISION: 1 STAMPS: Issued in compliance with order in Case 06-G-1185 dated June 23, 2009

SERVICE CLASSIFICATION NO. 20 (Continued)

- (e) Upon termination of service hereunder, the Customer may apply as a new applicant of the Company, for gas service under the appropriate sales Service Classification as contained in the Company's Schedule for Gas Service, pursuant to the conditions for gas service contained therein.
- (f) All gas transported to the Company's point(s) of receipt for the Customer's account shall conform to all of the quality specifications set forth in 16NYCRR Part 229. The Company shall notify the Customer of any deficiencies in such quality specifications and may, at its option, refuse to accept delivery pending correction by the Customer.
- (g) The Company shall not be obligated to enter into a Service Agreement with any party unless such party satisfies the credit requirements prescribed by each of the Customer's Transporters and provides the Company with documentation from the Transporter of such party's compliance with the Transporter's credit requirements. In addition to satisfying the Transporter's credit requirements, a Customer may at any time be required by the Company to provide further financial assurances, such as a letter of credit or other acceptable security. Furthermore, Customer shall have an ongoing obligation to notify the Company immediately of any change in financial circumstances that may result in non-compliance with the Transporter's requirements. The Company may terminate the Service Agreement and if such a change does result in non-compliance with a Transporter's requirements, or if the Customer fails to provide the financial assurance required by the Company.
- (h) New service agreements with power generators under this service classification must include the appropriate fees and charges of balancing and swing services. Existing service agreements with power generators under this service classification must also include these fees and charges when the agreement is renewed or reaches its evergreen anniversary.

Issued by: Andrew F. Sloey, Senior Vice President, Brooklyn, New York