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PSC NO: 1 GAS STATEMENT TYPE: IRS COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. STATEMENT NO: 120

INITIAL EFFECTIVE DATE: 10/01/08

STATEMENT OF RATES AND CHARGES FOR INTERRUPTIBLE SERVICE

Applicable to Billings for Service Classification Nos. 4 and 7 of the Schedule for Gas Service

Applicable to Service Classification No 4:

Interruptible Sales Rate:

Effective Rate (\$ per therm):

Category A

Category B

Category C

Category D

Category D

Category DSRS

1.287

Applicable to Service Classification No 7:

Interruptible Transportation Rate:

 Category A
 .469

 Category B
 .469

 Category C
 .469

 Category D
 .469

 Category DSRS
 .459

Note: Customer categories are defined as:

Category A - Customers exempt from the Petroleum Business Tax (PBT) with annual thermal energy

requirements less than 100,000 dth

Category B - Customers exempt from the PBT with annual thermal energy requirements equal to or

greater than 100,000 dth

Category C - Customers non-exempt from the PBT with annual thermal energy requirements less than

55,000 dth

Category D - Customers non-exempt from the PBT with annual thermal energy requirements equal to

or greater than 55,000 dth

Category DSRS - Customers whose geographic location on the Company's distribution system prevents the

Company from providing a higher level of service.

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