..DID: 20818 ..TXT: PSC NO: 1 GAS STATEMENT TYPE: IRS COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF STATEMENT NO: 45 INITIAL EFFECTIVE DATE: 11/08/02 STAMPS: Cancelled by Statement IRS Number 46 Effective 12/01/2002 RECEIVED: 11/05/02 STATUS: Cancelled EFFECTIVE: 11/08/02

STATEMENT OF RATES AND CHARGES FOR INTERRUPTIBLE SERVICE

Applicable to Billings as explained on Leaf Nos. 74, 75, 128 - 132, and 150 of the Schedule for Gas Service

Applicable to Service Classification No 4: (formerly No. 3) Interruptible Sales Rate:

| 1. | Maximum Price: Tail Block for S.C. No. 3 plus current Gas Cost Adjustment (\$.172 + \$.607) (\$ per therm) | 0.779 |
|----|--|---|
| 2. | **Effective Rate (\$ per therm): Category A Category B Category C Category D Category DSRS | 0.525 0.515 0.525 0.520 0.505 |
| 3. | Minimum Price: The Average cost of gas purchased for Interruptible service defined in Rule 111.1D plus (\$.474 + \$.010) (\$ per therm) | 0.484 |

Applicable to Service Classification No 7: Interruptible Transportation Rate:

| 1. | Applicable to customers whose character of service meets the criteria of S.C. No. 4. (\$ per therm) | Variable |
|----|---|----------|
| | Category A | 0.051 |
| | Category B | 0.041 |
| | Category C | 0.051 |
| | Category D | 0.046 |
| | Category DSRS | 0.031 |

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. |

Issued by Robert D. Ekholm, Manager, Corporate Secretary's Office, Hicksville, New York