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2.

..TXT: PSC NO: 1 GAS STATEMENT TYPE: IRS

COMPANY: MARKETSPAN GAS CORPORATION DBA BROOKLYN UNION STATEMENT NO: 2

INITIAL EFFECTIVE DATE: 01/01/99

STAMPS:

Cancelled by Statement IRS Number 3 Effective 02/01/1999

RECEIVED: 12/30/98 STATUS: Cancelled EFFECTIVE: 01/01/99

RECEIVED: STATUS: EFFECTIVE:

STATEMENT OF RATES AND CHARGES FOR INTERRUPTIBLE SERVICE

0.280

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:

interruptible Sales Mate.

1. Maximum Price:

Tail Block for S.C. No. 3 plus current Gas Cost
Adjustment (\$.172 + \$.352) (\$ per therm) 0.524
Effective Rate (\$ per therm):
Category A 0.300
Category B 0.280
Category C 0.300

3. Minimum Price:

Category D

The Average cost of gas purchased for Interruptible service defined in Rule 111.1D

plus \$.01 (\$.232 + \$.010) (\$ per therm) 0.242

Applicable to Service Classification No 7:

Interruptible Transportation Rate:

1.	Applicable to customers whose character of service:		Variable	Fixed
	meets the criteria of S.C. No. 4.	(\$ per therm)		
	Category A	,	0.068	0.113
	Category B		0.048	0.113
	Category C		0.068	0.113
	Category D		0.048	0.113

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

Issued by Robert J. Fani, Senior Vice President, Hicksville, New York