Received: 02/28/2002 Status: CANCELLED Effective Date: 03/01/2002

..DID: 18436

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

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF STATEMENT NO: 35

INITIAL EFFECTIVE DATE: 03/01/02

STAMPS:

Cancelled by Statement IRS Number 36 Effective 04/01/2002

RECEIVED: 02/28/02 STATUS: Cancelled EFFECTIVE: 03/01/02

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 + \$.533) (\$ per therm) 0.705

2. **Effective Rate (\$ per therm):

 Category A
 0.470

 Category B
 0.460

 Category C
 0.470

 Category D
 0.465

 Category DSRS
 0.450

3. Minimum Price:

The Average cost of gas purchased for Interruptible service defined in Rule 111.1D plus (\$.341 + \$.010) (\$ per therm)

0.351

Applicable to Service Classification No 7:

Interruptible Transportation Rate:

1.	Applicable to customers whose character of service		Variable
	meets the criteria of S.C. No. 4.	(\$ per therm)	
	Category A	, ,	0.129
	Category B		0.119
	Category C		0.129
	Category D		0.124
	Category DSRS		0.109

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