

PSC NO: 1 GAS LEAF: 79.1
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 01/02/12 SUPERSEDING REVISION: 2
STAMPS:

GENERAL INFORMATION**III. Adjustments of Rates and Charges (continued):****6- RIDER - BUSINESS INCENTIVE RATE:**

Applicable to Service Classification No. 2 (Commercial Firm), Subclassification Nos. 2A (Non-heating) and 2B (Heating) and Service Classification No. 5 (Firm Transportation Service), Subclassification Nos. 2A (Non-heating) and 2B (Heating)

Available upon written application to commercial and industrial customers within twelve months of application for new gas service or within six months of receipt of benefits or certification under designated programs as outlined below:

In the Rockaway Peninsula: commercial and industrial customers receiving EDZ, ECSP, ICIP or other documentable loan or grant for a capital improvement administered by New York State or New York City as determined at the Company's sole discretion; and (1) who occupies new premises; or (2) vacant premises; or (3) existing customer that increases consumption by 15%. If an existing customer installs new energy efficient equipment, and as a result of that installation falls below the 15% threshold stated above, that customer will still be eligible to remain in the program.

In Nassau and Suffolk Counties: commercial and industrial customers receiving EDZ, IDA, SBA or other documentable loan or grant for a capital improvement administered by New York State or local municipalities as determined at the Company's sole discretion; and (1) who occupies new premises; or (2) vacant premises; or (3) existing customer that increases consumption by 15%. If an existing customer installs new energy efficient equipment, and as a result of that installation falls below the 15% threshold stated above, that customer will still be eligible to remain in the program.

This rider will also be available to customers who graduate from the New York State Incubator Program.

New premises shall mean land upon which the construction of a new building began after the initial effective date of this Rider.

Vacant premises shall mean a previously occupied building which is vacant at the time of application and where applicant can demonstrate that premises have been unoccupied for the six month period preceding application for service under this Rider.

The Company shall determine increased gas consumption by establishing a monthly base usage pattern at the premises based upon the customer's historical consumption, normalized for weather conditions, for the twelve month period immediately preceding the customer's application for service. Where actual gas usage, as normalized for weather conditions, increases over such base by fifteen percent in each of the three successive months following application, then applicant will be eligible for the benefits described in this Rider. The benefits shall commence on the first day of the next successive billing period and continue thereafter for the term allowed by this Rider if in each subsequent twelve month period from the date of application, actual normalized consumption averages fifteen percent over the historical normalized base twelve months' gas consumption. This will not apply to existing customers that install energy efficient equipment.

Issued by: David B. Doxsee, Chief Financial Officer and Treasurer, Hicksville, NY