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PSC NO: 12 GAS LEAF: 427.15

COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1 INITIAL EFFECTIVE DATE: 12/02/09 SUPERSEDING REVISION: 0 STAMPS: Issued in compliance with Commission Order in C.98-G-0122 dated 3/16/99

SERVICE CLASSIFICATION NO. 20 (Continued)

- (e) Upon termination of service hereunder, the Customer may apply as a new applicant of the Company, for gas service under the appropriate sales Service Classification as contained in the Company's Schedule for Gas Service, pursuant to the conditions for gas service contained therein.
- (f) All gas transported to the Company's point(s) of receipt for the Customer's account shall conform to all of the quality specifications set forth in 16NYCRR Part 229. The Company shall notify the Customer of any deficiencies in such quality specifications and may, at its option, refuse to accept delivery pending correction by the Customer.
- (g) The Company shall not be obligated to enter into a Service Agreement with any party unless such party satisfies the credit requirements prescribed by each of the Customer's Transporters and provides the Company with documentation from the Transporter of such party's compliance with the Transporter's credit requirements. In addition to satisfying the Transporter's credit requirements, a Customer may at any time be required by the Company to provide further financial assurances, such as a letter of credit or other acceptable security. Furthermore, Customer shall have an ongoing obligation to notify the Company immediately of any change in financial circumstances that may result in non-compliance with the Transporter's requirements. The Company may terminate the Service Agreement and if such a change does result in non-compliance with a Transporter's requirements, or if the Customer fails to provide the financial assurance required by the Company.
- (h) Power generators that enter new service agreements with the Company under this service classification may be required to pay for a daily balancing service; power generators with existing service agreements under this service classification may be required to pay for a daily balancing service when the agreement is renewed or reaches its evergreen anniversary.

Issued by: Andrew F. Sloey, Senior Vice President, Brooklyn, New York