

PSC NO: 1 GAS LEAF: 12
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 5
INITIAL EFFECTIVE DATE: 08/01/09 SUPERSEDING REVISION: 4
STAMPS: Issued in compliance with order in Case 06-G-1186 dated 06/23/09

GENERAL INFORMATION

II. Rules and Regulations (continued):

1--Definition of Terms (continued):

A (continued)

Arrears: Unpaid charges on Customers' bills for more than 20 days.

B

Back-up Services: The provision of company-owned natural gas to satisfy the customer's daily usage requirements to the extent that any portion of the customer's Daily Transportation Quantity is not delivered to the Company on the customer's behalf.

Backbill: Charges not previously billed for service delivered to Customers prior to the current billing cycle.

Business Day: Any weekday when the Company's business offices are open.

C

Capacity Release Service Adjustment ("CRSA"): The Statement of Gas Costs and Adjustments for customers served under Service Classification Nos. 1, 2, 3, 15, 16 and 17 shall include the CRSA. The CRSA shall be set annually as of November 1st and will reconcile the difference, positive or negative, between the Company's WACOC and the average price of capacity released to marketers serving transportation customers under Service Classification No. 5. The Company will estimate the CRSA in advance of each year by determining the unit cost difference between its estimated WACOC and estimated average price of pipeline capacity released under the Marketer Capacity Program. The unit cost is multiplied by the annual volume of capacity released, and a per therm rate is determined by dividing this annual cost difference by the Company's Annual Forecasted Firm Sales. In its Annual Reconciliation Filing, the Company will reconcile its initial estimate of the CRSA actual release rates, actual volume of capacity released, and actual Customer use in therms.

Issued by: Nick Stavropoulos, Executive Vice President, Hicksville, NY