

PSC NO: 1 GAS LEAF: 158
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 4
INITIAL EFFECTIVE DATE: 08/01/09 SUPERSEDING REVISION: 3
STAMPS: Issued in compliance with order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION No. 8
Seller Service (continued)

5. Monthly Cash Out Price

The Monthly Cash Out Price is the Transco Zone 6 NY Index published at the start of each month in the Platts Gas Daily Price Guide, Market Center Spot Gas Prices for the Northeast and is reflected as a per dekatherm price.

6. Weighted Average Cost of Capacity ("WACOC")

The WACOC is a per dekatherm charge as described on General Information Leaf No. 17.1.

7. Tier 2 - Bundled Winter Sales Price

The Tier 2 - Bundled Winter Sales Price is a per dekatherm price determined in accordance with the methodology described on Leaf Nos. 159.1 and 159.2.

8. Tier 3 - Virtual Storage Price

The Tier 3 - Virtual Storage Service Price is a per dekatherm price determined in accordance with the methodology described on Leaf No. 159.3.

9. Commodity-Related Credit and Collection Expenses

The Commodity-Related Credit and Collection Expenses is a per dekatherm charge applicable to Sellers who participate in the Company's Purchase of Receivables program. This charge shall be determined in accordance with the methodology described on Leaf No. 72.1.

10. Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge / Refund

The Commodity-Related Credit and Collection Expenses Annual Imbalance Surcharge or Refund is a per dekatherm surcharge to recover Commodity-Related Credit and Collection Expense undercollections or refund Commodity-Related Credit and Collection Expense overcollections each Gas Cost Year from Sellers participating in the Company's POR program. This charge shall be determined in accordance with the methodology described on Leaf No. 73.2.

11. Unaccounted For Gas (UFG)

A percentage UFG described on General Information Leaf No. 17.1.

Daily Swing Service

The Company will utilize upstream assets and gas supply required to manage differences between the quantity of gas delivered each day by the Seller and the quantity of gas actually consumed each day by Seller or Seller's Customers.

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