

PSC NO: 1 GAS LEAF: 161.1
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 10
INITIAL EFFECTIVE DATE: 08/01/09 SUPERSEDING REVISION: 9
STAMPS: Issued in compliance with Order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION NO. 8
Seller Service (continued)

- (g) Control and Possession of Gas: After Seller delivers gas or causes gas to be delivered to the Company at the company's City Gate, the Company shall be deemed to be in control and possession of the gas until it is redelivered to Customer at customer's meter. Seller shall have no responsibility, unless otherwise specified herein, with respect to any gas delivered by the Company or on account of anything which may be done, happen or arise with respect to such gas while such gas is in the control and possession of the Company.

The Company shall have no responsibility with respect to such gas before Seller delivers such gas to the Company or after the Company redelivers such gas to Customer at customer's meter, or on account of anything which may be done, happen or arise with respect to such gas before such delivery or after such redelivery.

- (h) The Company will permit Sellers served under this service classification to trade City Gate imbalances with other Sellers served under this service classification provided that: (1) all imbalance trading occurs on the same interstate pipeline (2) all imbalances being traded occur on the same day (3) the Company is notified by the parties of their intention to trade imbalances in writing no later than 48 hours following the day on which the imbalance trading occurs to and (4) trading parties consent to the imbalance trade.

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