

PSC NO: 1 GAS LEAF: 176
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 8
INITIAL EFFECTIVE DATE: 11/10/10 SUPERSEDING REVISION: 7
STAMPS: Issued in compliance with Order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION No. 13
Temperature-Controlled Transportation Service (Continued)
(Rate Codes: 730, 731, 732)

2. Seller notification requirement: The Seller shall provide the Company, in writing, with

Its natural gas schedule for delivery at the city gate, and

The interstate pipeline used to deliver the gas.

a) The information in a. and b. above shall be provided by each day in the timely cycle, and

b) Is for the gas day.

3. Company's Obligations: The Company

Will deliver to the Customer, its Hourly Quantity during any hour unless capacity constraints on its system prevents such delivery;

May not accept the Seller's and/or Customer's nominations to the Company's city gate if the Company has interrupted service to the Customer's facilities;

4. Imbalances in Customer's Account:

The Seller shall schedule deliveries to the Company's City Gate points of receipt as described in the GTOP Manual, grossed up for UFG, to account for fuel use and losses in the Company's delivery system.

At the end of each gas day, the Company shall determine whether the total quantity of gas delivered to the Company's city gate for customers provided service under SC 7 and 13 is greater than or less than the total quantity of gas consumed by the SC 7 and 13 customers grossed up for UFG.

An Aggregate System Underdelivery results when the quantity of gas delivered to the Company is not adequate to meet total consumption grossed up for UFG.

An Aggregate System Overdelivery results when the quantity of gas delivered to the Company exceeds total consumption grossed up for UFG.

The Company shall compute an Aggregate Daily Imbalance Percentage by taking the absolute value of: 1) the total daily quantity of gas delivered to the city gate for SC 7 and 13 customers divided by; 2) the total daily quantity of gas consumed by the SC 7 and 13 customers grossed up for UFG less; 3)100%.

The Company shall also determine for each customer whether the quantity of gas delivered to the Company's city gate is greater than or less than the quantity delivered to the customer. This will be accomplished by comparing the customer's usage grossed up for UFG to his deliveries resulting in a net over or under delivery. A daily imbalance percentage will be determined for each customer taking the absolute value of: 1) the total daily quantity of gas delivered to the city gate for the customer divided by; 2) the total daily quantity of gas consumed by the customer grossed up for UFG less; 3) 100%.

Although the Seller's receipts and deliveries will be balanced daily, Seller will be billed monthly. Daily imbalances will be cashed out as follows:

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