

PSC NO: 1 GAS LEAF: 150.1
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 2
INITIAL EFFECTIVE DATE: 11/10/10 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with Order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION No. 7
Interruptible Transportation Service (Continued)
(Rate Codes: 710, 711, 720, 721)

Imbalances in Customer's Account: (cont'd.)

Aggregate Daily Imbalance Percentage is Over 10%

Aggregate System Underdelivery

Customer Underdeliveries:

0 - 10% = Gas Daily Transco Zone 6 NY Midpoint
>10 - 20% = 120% of Gas Daily Transco Zone 6 NY Midpoint
>20% = 150% of Gas Daily Transco Zone 6 NY Midpoint

Customer Overdeliveries:

0 - 10% = Gas Daily Transco Zone 6 NY Midpoint
>10 - 20% = Gas Daily Transco Zone 6 NY Midpoint
>20% = Gas Daily Transco Zone 6 NY Midpoint.

Aggregate System Overdelivery

Customer Underdeliveries:

0 - 10% = Gas Daily Transco Zone 6 NY Midpoint
>10 - 20% = Gas Daily Transco Zone 6 NY Midpoint
>20% = Gas Daily Transco Zone 6 NY Midpoint

Customer Overdeliveries:

0 - 10% = Gas Daily Transco Zone 6 NY Midpoint
>10 - 20% = 80% of Gas Daily Transco Zone 6 NY Midpoint
>20% = 50% of Gas Daily Transco Zone 6 NY Midpoint.

3. Meter Information:

On a daily basis, the Company shall make available to each interruptible transportation marketer their interruptible transportation pool consumption for the previous gas day. The Company shall also make available each customers consumption with that gas pool. If there is a Company failure of telemetering equipment, the Company will waive the penalty imbalance charge for the period (10 - 20%). If there is a Customer failure of telecommunications associated with the telemetering equipment, the Marketer will incur the normal imbalance charges. If there is an inactive telephone line, the customer will have eight (8) weeks to remedy. In the event of any equipment malfunctions, the previous day's actual read will be deemed to be the daily actual read until the situation is corrected. If the malfunction is due to customer reasons and is not remedied after eight (8) weeks, the Customer will be returned to the applicable sales service for a minimum of twelve (12) months. The Company shall not be liable for any inaccuracies in the consumption reported if they resulted from malfunctioning telemetering equipment, telephone line problems, customer failure to maintain equipment or any other reason outside the control of the Company.

D. Interim Monthly Balancing Transportation Service

For Customers that elect to take the Interim Monthly Balancing Transportation Service, the Company shall determine the Customer's DDQ each month and the Customer shall be obligated to deliver that amount each day during the month to the Company's City Gate unless otherwise notified by the Company. Customers who elect to take this Interim Monthly Balancing Service option shall pay rates and charges set forth on the Statement of Seller Charges and Adjustments and shall adhere to the swing, city gate balancing, cash out and operations and communications provisions described on Leaf Nos. 157 through 159.1. This Interim Monthly Balancing Transportation Service will be superseded by the Company's new Daily Balancing Service.

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