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PSC NO: 1 GAS LEAF: 17
COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 05/06/08 SUPERSEDING REVISION: 1
STAMPS: Issued in compliance with order in Case 06-G-1186 dated 12/21/07

GENERAL INFORMATION

II. Rules and Regulations (continued):

1--Definition of Terms (continued):

S (continued)

Service Line: A pipe including associated metering and pressure reducing appurtenances which delivers gas below grade from a main to the first accessible fitting inside the wall of a customer's building when the meter is located within the building; when the meter is located outside the building, the service line will be deemed to terminate at the outlet of the meter if the piping continues into the building above ground, and at the outside of the building foundation wall if the service line is below grade up to that location.

Shared Capacity Demand Cost Allocation Percentage: shall be determined in advance of the Gas Cost Year and used for purposes of allocating Projected Annual Fixed Costs of the Company's and KEDNY's incremental gas supply, pipeline transportation and storage capacity contracts acquired since April 1, 2004 between: 1) the Company's customers under Service Classification Nos. 1, 2, 3, 15, 16 and 17 and 2) KEDNY's customers under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3, and 21. It shall be computed as the ratio of the Company's projected net increase in annual supply requirements since Gas Cost Year 2003/04 to the sum of the Company's and KEDNY's projected net increase in annual supply requirements since Gas Cost Year 2003/04.

Short-Term or Temporary Customer (Non-Residential): A short-term or temporary non-residential Customer is one who requests service for a period of time up to two years. Short-term Customers are covered in 16 NYCRR Part 13.

Short-Term or Temporary Customer (Residential): A short-term or temporary residential Customer is one who requests service for a specific period of time up to one year. Short-term Customers are covered in 16 NYCRR Part 11.

Supplier: A party that sells the commodity of natural gas.

Suppliers' Fixed Charges: fixed supplier costs known to be in effect during the Gas Cost Year, or if such charges are not known, those Fixed Charges estimated to be in effect during the Gas Cost Year.

Suppliers' Variable Charges: gas commodity costs and other variable supply charges known to be in effect during the Effective Month, or if such charges are not known, those Variable Charges estimated to be in effect during the Effective Month.

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Tampered Equipment: Service-related equipment that has been subjected either to unauthorized interference so as to reduce the accuracy or eliminate the measurement of the Company's service, or the unauthorized connection occurring after the Company has physically disconnected service.

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