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PSC NO: 1 GAS LEAF: 217

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0 INITIAL EFFECTIVE DATE: 11/01/03 SUPERSEDING REVISION: STAMPS: Issued in compliance with order in Case 02-M-0515 dated 4/24/03

SERVICE CLASSIFICATION No. 17 (continued) (Rate Codes: XXX, XXX, XXX)

- (c) Prior to receiving gas service under this service classification, Customers shall be required to certify to the Company that installed cogeneration equipment would meet the requirements for qualification under Part 292 of title 18 of the Code of Federal Regulations or as a "cogeneration facility" as defined in Section 2 of the New York Public Service Law.
- (d) The Company reserves the right to accept only such applications under this service classification as will, in the Company

 sole judgement, permit it to sell gas it has available for sale without requiring an unreasonable or uneconomic extension of facilities.
- (e) The Customer agrees to permit access by the Company's employees or representatives, at all reasonable times, to the Customer's premises for the purpose of determining that the operation of installed cogeneration equipment and related facilities is in compliance with all terms and conditions for service required under this service classification.
- (f) A Customer with less than two years on this service and who received extension of facilities without charge or received a cash incentive, will be required to conform to Rule II.2B.1.2. for purposes of transferring to an interruptible type service.
- (g) Customers equal to or larger than 5MW must install, pay, and maintain automatic meter reading equipment capable of demand billing and a dedicated phone line. Customers will also be responsible for other monitoring equipment as required by the Company.
- (h) Customers equal to or larger than 1MW are responsible for all meter set costs (including the meter) and must be paid upfront at the time of installation.
- (i) Customers will be subject to an annual review to determine their load factor.

Additional Charge:

Customers whose use of gas exceeds the permissible quantities set forth in accordance with provisions of Rule II.7B.5. will be subject to an additional charge of nine (9) times the charge indicated in the terminal (lowest) block including the applicable - increases as explained in Section III.2. The imposition of such additional charge shall not limit any rights of the Company to terminate gas service provided for in this schedule for gas service.

Issued by Alfred C. Bereche, Asst. General Counsel and Secretary, Hicksville, NY

Cancelled by 1 Rev. Leaf No. 217 Effective 01/02/2004 Effective date postponed to 01/01/2004. See Supplement No. 8. Effective date postponed to 12/01/2003. See Supplement No. 7.