Received: 06/29/2004 Status: CANCELLED Effective Date: 10/01/2004

PSC NO: 1 GAS LEAF: 161.1

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 9 INITIAL EFFECTIVE DATE: 10/01/04 SUPERSEDING REVISION: 8

STAMPS:

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.

Gas Delivery Nomination Procedures

The Gas Delivery Nomination Procedures for all transportation customers are described in the Company's Gas Transportation Operating Procedures Manual, Section IV and Section V, as filed with the Public Service Commission.

Communications Protocols

The Communications Protocols for all transportation customers are described in the Company's Gas Transportation Operating Procedures Manual, Section VII, as filed with the Public Service Commission.

Issued by Joseph F. Bodanza, Senior Vice President and Chief Accounting Officer, Hicksville, NY