

PSC NO: 1 GAS LEAF: 182
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 10/29/04 SUPERSEDING REVISION: 2
STAMPS:

Service Classification No. 13
Temperature-Controlled Transportation Service (continued)
(Rate Codes: 730, 731, 732)

Special Provisions (continued):

- a. Warranty of Title: Seller warrants that, at the time of delivery of gas to the Company, Seller or Customer will have good title to deliver all gas volumes available.
- 9. Fuel Use and Loss Allowances:
 - a. Charges for gas are applicable to quantities metered at the customer's metered facilities.
 - b. As an allowance for fuel use and losses incurred in the process of delivery between the City Gate and the customer's metered facilities, the Customer shall provide the Company at its City Gate with a thermal equivalent amount of gas equal to three and three tenths percent of the amount transported for the Customer.
- 10. Reassignment of Gas: A Customer that takes service under this Service Classification must take delivery of the gas at its facilities and may not remeter (or submeter), resell, assign, or otherwise dispose of the customer-owned gas to others for delivery at other facilities on the company's system.
- 11. Customer Failure: During each winter season, a customer that does not interrupt gas service when required to do so, for any two occurrences (consecutive or non-consecutive), will be notified that they have violated the service requirements of the interruptible tariff. A winter season is defined as October through March. Effective with the next billing period, customers with two violations will be transferred to the equivalent firm service classification unless the Company has been notified in writing that the customer has chosen to terminate gas service. Customers transferred from interruptible to firm service are required to remain on firm service for the remainder of that winter season through the end of the next winter season. After that time a customer becomes eligible to re-apply for interruptible service.

A "warning letter" will be sent to customers after their first violation of the winter season. Failure to comply during the first system-wide test of the season, or any follow-up tests, is considered a violation.

There is an amnesty clause available to customers that experience an equipment failure. Should a customer's equipment fail to switch, it must notify the Company within one hour of the failure, and provide proof within two days that the equipment has been repaired and is operable. If a customer meets this criteria, the violation will be waived. However, there will be only one waiver of a violation allowed per winter season. Such waiver does not exempt the customer from having to pay any related overrun or unauthorized use charges.

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