

PSC NO: 1 GAS LEAF: 154.1
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1
INITIAL EFFECTIVE DATE: 10/29/04 SUPERSEDING REVISION: 0
STAMPS:

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

Special Provisions (continued):

- (h) Customer's Obligations: Customers or Suppliers shall make all necessary arrangements, obtain all necessary regulatory approvals and be responsible for all costs including taxes to appropriate governmental entities for the acquisition and transportation of the Customer's gas supply.
- (i) Except as specified above, or in the Customer's Service Agreement, all provisions of the sales Service Classification that would otherwise apply to services to the Customer are specifically incorporated herein and shall apply to the transportation, swing and standby services provided hereunder.
- (j) 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 made available.
- (k) Periodic Review of Distribution System Operating Constraints: The Company will review the operating constraints on its distribution system on a periodic basis. To the extent the Company finds, as a result of that review, that those constraints have changed, the Company will notify any affected Customers accordingly. If a DSRS Customer's location on the system has been upgraded, the Company will give the Customer the option of electing to receive service under one of the other categories in this service classification. If the location of any Customer receiving service under any of the other categories in this service classification has been downgraded to the point that the Customer's location is in a constrained area, the Company will immediately transfer the Customer to the DSRS category.
- (l) **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.

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