Received: 10/27/2004 Status: CANCELLED Effective Date: 10/28/2004

PSC NO: 1 GAS

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0
INITIAL EFFECTIVE DATE: 10/28/04

SUPERSEDING REVISION:

STAMPS: Issued in compliance with order in Case No. 02-M-0515 dated 08/04/04

SERVICE CLASSIFICATION No. 1 Residential Service (continued) (Rate Codes: 120, 130, 140)

Conditions Applicable to Sub Classification - 1DG (Distributed Generation):

Rate Code: 000 - Distributed Generation

Rate: (per meter, per month)

First 3 therms or less \$14.59

Excess of 3 therms @ \$0.4014 per therm

Gas and Pipeline Costs and Adjustments:

(a) The charges set forth in this service classification shall be subject to an adjustment as explained in Section III.1, Gas and Pipeline Costs and Adjustments.

Minimum Charge:

\$14.59 per meter, per month exclusive of Gas and Pipeline Costs and Adjustments and Increase in Rates and Charges.

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