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> PSC NO: 1 GAS COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1 ON OF L.I. REVISION: SUPERSEDING REVISION: INITIAL EFFECTIVE DATE: 10/28/04

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

GENERAL INFORMATION

II. Rules and Regulations (continued):

- Restrictions and Limitations, Service Classifications (continued)
 - At the customer's option, a building used primarily for religious purposes, including the operation of a school, notwithstanding that secular subjects are taught at such school, where the use of gas service is exclusively in connection with such religious purposes, and where new applicants and those not presently classified as religious accounts are responsible for identifying themselves and for establishing their credentials for a religious classification; or
 - Any premises, a portion of which is used for business or professional purposes other than farming, when such business .2.1.4 or professional use is incidental to the residential use and does not involve a change in the character or appearance of the premises and is limited to the carrying on by an occupant of the premises of a customary home occupation, including the sale of articles or products produced on the premises, but not including the operation of a store for the sale of other articles or products; or
 - .2.1.5 At the customer's option, a supportive/supervised living facility (community residence), as defined in Subdivision 28, 28a or 28b of Section 1.03 of the Mental Hygiene Law, provided that such facility is operated by a not-for-profit corporation and, if supervisory staff is present on premises on a twenty-four hour per day basis, the residence must provide living accommodations for no more than fourteen residents.
 - .2.1.6 Any building or premises owned or leased by a not-for-profit veterans= organization (Chapter 82 of the Laws of 1998).
 - .2.1.7 Any customer that has distributed generation equipment.
 - . 3 Violations: If at any time the conditions of service of the customer do not conform to the provisions of Rule 7C, the Company shall have the right, without notice, to transfer the customer to some other appropriate service classification; and only upon written application shall the customer be entitled to Service Classification Nos. 1 or 2, upon satisfying the Company that the conditions of service will conform to the provisions of Rule 7C.
 - Combined Service: Where a building or premises is used for both residential and nonresidential purposes, one of which if served separately would be entitled to Service Classification No. 1 in accordance with the provisions of . 4 Rule 7C, such customer will only be entitled to service under Service Classification No. 1, provided the piping is arranged by the customer so that the portion entitled to Service Classification No. 1 may be separately supplied, metered and billed thereunder, otherwise, the entire premises shall be served under another appropriate Service Classification.

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