Received: 04/07/2004 Status: CANCELLED Effective Date: 04/08/2004

PSC NO: 1 GAS LEAF: 140.1 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 2 INITIAL EFFECTIVE DATE: 04/08/04 SUPERSEDING REVISION: 1

STAMPS: Issued in compliance with order in Case 02-M-0515 dated 12/03/03

SERVICE CLASSIFICATION NO. 5 Firm Transportation Service (continued) (Rate Codes: 127, 137, 147, 167, 177, 158, 159, 257, 267, 277, 347, 357, 367)

Customers that would Qualify under S.C. No. 17 - Rate 1: Rate Code 347

First 10 therms or less \$154.00
All over 10 therms (April through October) @ .113 per therm
All over 10 therms (November through March) @ .145 per therm

Customers that would Qualify under S.C. No. 17 - Rate 2: Rate Code 357

First 10 therms or less \$279.41
All over 10 therms (April through October) @ .113 per therm
All over 10 therms (November through March) @ .145 per therm

Customers that would Qualify under S.C. No. 17 - Rate 3: Rate Code 367

First 10 therms or less \$807.14
All over 10 therms (April through October) @ .028 per therm
All over 10 therms (November through March) @ .038 per therm

For customers taking service under Rate 3, there will also be a monthly demand charge of \$5,311.81 per MW.

Minimum Charge (per meter, per month):

For Customers that would qualify under Service Classification No. 3, the Minimum Charge is \$111.27, exclusive of Gas and Pipeline Costs and Adjustments and Increases in Rates and Charges. For Customers that would qualify under Service Classification No. 15, the Minimum Charge is \$154.00 and Service Classification No. 16, the Minimum Charge is \$20.00, exclusive of Gas and Pipeline Costs and Adjustments and Increases in Rates and Charges. For Customers that would qualify under Service Classification No. 17 - Rate 1, the Minimum Charge is \$154.00, exclusive of Gas and Pipeline Costs and Adjustments and Increases in Rates and Charges. For Customers that would qualify under Service Classification No. 17 - Rate 2, the Minimum Charge is \$279.41, exclusive of Gas and Pipeline Costs and Adjustments and Increases in Rates and Charges. For Customers that would qualify under Service Classification No. 17 - Rate 3, the Minimum Charge is \$807.14, exclusive of Gas and Pipeline Costs and Adjustments and Increases in Rates and Charges. For all other customers, the Minimum Charge is \$8.20, exclusive of Gas Cost Adjustment and Increases in Rates and Charges.

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