

PSC NO: 1 GAS LEAF: 49
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1
INITIAL EFFECTIVE DATE: 05/01/05 SUPERSEDING REVISION: 0
STAMPS:

GENERAL INFORMATION

II. Rules and Regulations (continued):

3--Billing and Payments of Bills (continued):

I. Balanced Billing Plan (continued):

.2.3.3 Three times annually: The difference between the new and old projected annual gas cost will be divided by the number of months remaining in the Balanced Billing year, including the present month. When this dollar change per month is compared to the present monthly amount and results in a difference of 15 percent or more in the Balanced Billing payment amount, the dollar change per month will be charged or credited to the present Balanced Billing payment for the number of months remaining in the Balanced Billing year.

.2.4 The Company may remove a customer from the Balanced Billing Plan if the customer becomes ineligible due to arrears, provided the Company has given the customer the opportunity to become current in payment. Such opportunity need only be given once in any twelve month period. If the customer is removed from the Balanced Billing Plan, any deficiency shall be due and payable at once.

.2.5 A customer may request that the Company remove the customer from the Balanced Billing Plan and reinstate regular billing at any time, in which case the Company may immediately render a final Balanced Billing settlement bill, and shall render a final bill no later than the next billing cycle, provided this time is more than ten business days after the request.

J. Billing of Changes in Rates

.1 Effective Date: The rates, charges and classifications of service set forth in this Rate Schedule or in amendments thereof by revised leaves hereafter duly filed and in effect shall, unless otherwise expressly stated therein, apply to service supplied to the Customer commencing with the first meter reading date on or after the effective date set forth in such Rate Schedule or revised leaves thereof.

.2 Prorating of Rates: Whenever a rate change becomes effective (including the Gas and Pipeline Costs and Adjustments Clause) during a billing period, unless otherwise specified, the Company will allocate the customer's natural gas usage based on the number of heating degree days in each month covered in the bill, and then calculate the bill by applying that allocation to the rates in effect for each specific month.

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