..DID: 20163 ..TXT: PSC NO: 12 GAS LEAF: 310 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 4 INITIAL EFFECTIVE DATE: 08/08/02 SUPERSEDING REVISION: 3 STAMPS: Issued in compliance with order in Case 99-G-1469 dated 5/23/02 RECEIVED: 08/07/02 STATUS: Effective EFFECTIVE: 08/08/02 SERVICE CLASSIFICATION No. 16 - Continued

To assist in reconciling quantities of gas received by Company for transportation to Customer each month, Customer shall provide, or cause to be provided, to the Company a copy of Customer's Transporter's monthly invoice showing the quantity in therms of all gas delivered during the month to the Company for Customer's account as soon as such invoice is available to allow for billing by the Company. Absent receipt of such invoice, the Company reserves the right to estimate the quantity of gas transported for billing purposes. Such estimate shall be made on the basis of available data, and any reconciliation to actual quantities delivered shall be made in the subsequent billing month.

Statement of Unbundled Transportation Service Charges

Not less than three (3) days prior to its effective date, the Company will file with the Commission a Statement of Unbundled Transportation Service Charges, which statement will contain the following charges applicable to this Service Classification: Average Upstream Transportation Cost; Balancing Service Demand Charge; Balancing Service Peaking Demand Charge; Take-or-Pay Surcharge; Transition Costs Surcharge; Transition Surcharge; Delivery Penalty Refunds, Pipeline Refunds and Merchant Function Backout Credit. The collective sum of these items shall be known as the Transportation Adjustment.

Statement of Unbundled Transportation Service Cash Out Charges

Not less than four business days following the effective Month, the Company will file with the Commission a Statement of Unbundled Transportation Service Cash Out Charges, which statement will contain the following charges applicable to this Service Classification: Actual Monthly ICOG; Daily Commodity Cost of Gas and Daily ICOG.

Revenue Tax Surcharge

All rates and charges under this Service Classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues, pursuant to the provisions contained on General Information Leaf No. 90.

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY