Received: 06/12/2002 Status: CANCELLED Effective Date: 09/01/2002

..DID: 19375

..TXT: PSC NO: 1 GAS LEAF: 151

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3

INITIAL EFFECTIVE DATE: 09/01/02 SUPERSEDING REVISION: 2

STAMPS:

RECEIVED: 06/12/02 STATUS: Effective EFFECTIVE: 09/01/02

SERVICE CLASSIFICATION No. 7
Interruptible Transportation Service (Continued)
(Rate Codes: 710, 710A, 711, 720, 721)

Rate (per meter, per month):

The rate per therm for the five service categories below, shall be established at the discretion of the Company, but is not to exceed the firm transportation service margin for Service Classification No. 2 or be lower than \$0.01 per therm. At no time will the Category DSRS rate per therm be higher than the Category B rate. The rate per therm for each of the five service categories will be published in the Statement of Rates and Charges for Interruptible Service. These categories are defined as follows:

- (Rate Code 710) Category A : Customers who are exempt from the Petroleum Business Tax and whose annual thermal energy requirements are less than 100,000 dth;
- (Rate Code 711) Category C : Customers who are not exempt from the Petroleum Business Tax and whose annual thermal energy requirements are less than 55,000 dth;
- (Rate Code 720) Category B : Customers who are exempt from the Petroleum Business Tax and whose annual thermal energy requirements are equal to or greater than 100,000 dth;
- (Rate Code 721) Category D : Customers who are not exempt from the Petroleum Business Tax and whose annual thermal energy requirements are equal to or greater than 55,000 dth; and
- (Rate Code 710A) Category DSRS: Customers whose geographic location on the Company's distribution system prevents the Company from providing a higher level of service. Gas service under this Category will be interrupted first followed by the other categories under this Service Classification.

Minimum Use Charge:

The minimum use charge is \$1,580.40 per meter per year, exclusive of increase in rates and charges.

Heating Value Adjustment:

The volume of gas registered by the Customer's meter, in CCF, will be converted to therms as explained in Rule II.3G.

Increase in Rates and Charges:

The rates and charges set forth in this Service Classification including Minimum Charges are increased by the applicable percentage as explained in Section III.2 for service supplied within the municipality where the Customer is taking service.

Terms of Payment:

The Customer shall pay the balance due in cash or its equivalent on receiving the bill, or be subject to late payment charge in accordance with provisions of Rule II.3E.2.

Issued by Robert D. Ekholm, Corp. Secretary's Office, Hicksville, NY