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COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0

INITIAL EFFECTIVE DATE: 07/01/99 SUPERSEDING REVISION: STAMPS: Issued in compliance with order in Case No. 99-G-0229 dated 6/24/99

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GENERAL INFORMATION (Cont.)

- C. Involuntary Discontinuance of an ESCO/Marketer/Direct Customer's Right to Provide Service to Retail Customers
 - 1. The Company shall have the right to initiate a process to discontinue an ESCO/Marketer/Direct Customer's participation in the Company's Retail Access Program:
 - (a) where the Company determines that it is necessary or desirable for safety or for system reliability reasons, which shall include an understanding that:
 - (1) actual scheduled deliveries must not deviate consistently and unreasonably beyond a pre-determined percentage (as set forth on Leaf No. 158 under Termination of Service for Failure to Deliver Daily Transportation Quantities' section) of the ESCO/Marketer/Direct Customer's day ahead forecast schedule of energy supply requirements; and,
 - day ahead forecast schedules must not deviate consistently and unreasonably beyond a pre-determined percentage (to be set forth in the tariff) of the ESCO/Marketer/Direct Customer's actual aggregate customer load in the service territory, unless balancing service is provided by the Company;
 - (b) where the ESCO/Marketer/Direct Customer fails to comply with the terms and conditions of the Company's tariff;

Issued by Robert J. Fani, Senior Vice President, Hicksville, NY