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COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 0

INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION:

STAMPS:

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SERVICE CLASSIFICATION No. 6G - Continued

Rate Schedule 2:

Customers whose annual weather normalized usage is equal to or greater than 10,000 dth A monthly minimum charge of \$294.71 for the first 10 therms consumed will be applied to each customer under this rate schedule. No later than three days prior to the end of each month, the Company will file with the Public Service Commission a unit commodity rate per therm applicable to all sales exceeding the minimum consumption of 10 therms per month, to become effective on the first day of the following month. The Company will, at its sole discretion, set the rate per therm at a level which is no less than the Company's Incremental Cost of Gas as filed with the Public Service Commission and no higher than the lesser of (1) 115% of the No. 2 oil gas equivalent price, or (2) the tailblock rate of Service Classification No. 2 (General Service - Non-Residential) inclusive of the applicable Monthly Cost of Gas less \$.01, and no lower than 85% of the No. 6 oil, .3% sulfur gas equivalent price.

The No. 6 oil, .3% sulfur gas equivalent price and the No. 2 oil gas equivalent price shall be determined as set forth in Rate Schedule 1. The monthly per therm rate set for Rate Schedule 2 shall not be higher than the monthly per therm rate set for Rate Schedule 1.

Rate Schedule 3:

Bulk Purchasers - available to any governmental agency who seeks to enter into an individually negotiated contract with the Company.

Service under this category will be available to any governmental agency within the Company's service territory seeking to enter into an individually negotiated contract with the Company. The rate for and other terms and conditions of service to customers qualifying under this rate schedule will be set forth in a service agreement negotiated between the Company and the customer, which will be filed with the Commission. Negotiated service agreements at similar overall terms shall be available to all similarly situated customers. The minimum rate charged must be sufficient to recover all costs incurred to serve the customer including a reasonable contribution to fixed costs. The rate shall include the following components:

Issued by: Robert J. Fani, Senior Vice President, Brooklyn, New York