..DID: 15838 ..TXT: PSC NO: 12 GAS LEAF: 145 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 2 INITIAL EFFECTIVE DATE: 10/01/01 SUPERSEDING REVISION: 1 STAMPS: CANCELLED by Supplement 10 effective 09/30/01 RECEIVED: 06/04/01 STATUS: Cancelled EFFECTIVE: 10/01/01 SERVICE CLASSIFICATION No. 1B - Continued

Heating Value Adjustment:

Volumes of gas registered at the customer's meter, in Ccf, will be converted to therms, as explained on General Information Leaf No. 38.

Terms of Payment:

Net cash. See Special Provision below.

Term:

Terminable by consumer on two days' written notice to the Company, and by the Company in the manner provided by law and the rules and regulations set forth in the Company's Rate Schedule on file with the Public Service Commission.

Special Provision:

A consumer has the option, with the consent of the Company, of paying for service taken under this classification for a limited period in equal monthly amounts based on the application of the rate to the estimated usage during the period. At the end of this period, or at the discontinuance of service if prior thereto, the consumer shall pay or be given credit for the difference between the amount paid and the charges for the actual usages under this rate. This payment or refund shall be made under such arrangements as may be agreed upon by the consumer and the Company and in accordance with Part 11, Sub-chapter B, Chapter I of 16NYCRR.

Beginning with the next cycle meter reading dated on or after July 1, 2003, the Company will read the meters of customer under this service classification who reside in structures with more than five (5) individual flats or apartments on an annual basis and render a bill for service on a bimonthly basis. The bi-monthly bill will represent one-sixth of the customer's average annual bill as computed by the Company. Whenever the Company obtains an actual read or receives a customer read, the Company shall recompute the average annual bill and the bi-monthly bill due.

For customers initiating service under this service classification on or after July 1, 2002, the first six bi-monthly bills rendered will reflect an additional charge of \$2.55 in the minimum bill. After the initial 12-month period, the customer will pay the otherwise applicable minimum charge. Issued by Richard A. Rapp, Jr., Vice President, Deputy General Counsel and Secretary, Brooklyn, NY