..DID: 3999 ..TXT: PSC NO: 12 GAS LEAF: 364 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 0 INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 364 Effective 10/01/1998 RECEIVED: 06/01/98 STATUS: Cancelled EFFECTIVE: 10/01/98 FORM OF SERVICE AGREEMENT - Continued

7. <u>Rates and Charges for Service</u>.

(a) Each month (or other period, if so indicated in the Tariff), Customer shall pay the Company for all service provided hereunder all applicable rates, charges, surcharges, fees, penalties and the like set forth under SC-17 and the general terms and conditions of the Tariff, including, but not limited to:

(I) the on-system transportation charges for Rate CTS-_____ Service Transportation, set forth under SC-17 and

(ii) if Customer is subscribing to Standby Gas Service hereunder, the Standby Gas Demand Charge set forth under SC-17 applicable to Customers otherwise eligible for gas service under Service Classification No. ____, and the Standby Commodity Gas Charges set forth under SC-17. For the purpose of determining Customer's Standby Gas Demand Charge, Customer's maximum monthly ADDQ shall be ______ dekatherms.

(b) The Company may seek authorization from the Commission for changes to any rate(s) and terms and conditions set forth herein, under SC-17, or the Tariff, as may be deemed necessary by the Company to assure just and reasonable rates and charges.

8. <u>Term of Agreement</u>.

(a) This Agreement shall be effective for an initial term of one (1) year, commencing as of the date first above written, and shall continue thereafter on a ______ to _____ basis, until terminated by Customer or the Company upon at least thirty (30) days' advance written notice to the other, specifying the termination date. The Company's obligation to provide service hereunder, and Customer's obligation to pay the charges referenced in paragraph 7 hereof shall commence on ______.

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