

..DID: 7525
..TXT: PSC NO: 1 GAS LEAF: 136
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0
INITIAL EFFECTIVE DATE: 03/18/99 SUPERSEDING REVISION:
STAMPS:
Cancelled by 1 Rev. Leaf No. 136 Effective 07/01/1999
Effective date postponed to 07/01/99. See Supplement No. 2, 1, 1
RECEIVED: 02/16/99 STATUS: Cancelled EFFECTIVE: 07/01/99

SERVICE CLASSIFICATION NO. 5
Firm Transportation Service (continued)
(Rate Codes: 127, 137, 147, 167, 177, 158, 159, 257)

Receipt and Delivery of Customer-Owned Gas:

The Seller must deliver or cause to be delivered at the City Gate the applicable customer's DTQ or customers' ADTQ for each day of the month. The Company will deliver to each Customer the customer's gas requirements for each day of the month and will provide balancing services to the extent such requirements differ from each customer's DDQ. The Company will provide back-up services to the extent that the customer's Seller fails to deliver all or any portion of the customer's DTQ. The customer's Commodity Account balance will be increased or decreased as appropriate to account for the customer's gas usage as the Company provides balancing and back-up services.

By the first business day following the 14th of each month, the Seller shall provide to the Company notice of the natural gas scheduled for delivery at the City Gate by interstate pipeline for each day of the succeeding month. The scheduled nomination for each Customer must equal the customer's DTQ. The scheduled nomination for Seller with more than one Customer must equal the customers' ADTQ.

The Company is not obligated to accept any volumes that have been nominated by the Seller to the extent that such volumes exceed a seller's customer's DTQ or the seller's customers' ADTQ.

Reconciliation of the Customer's Commodity Account:

At the termination of service under this Service Classification, the Customer's Commodity Account will be reconciled and closed.

If the customer's Commodity Account has a negative balance, the Customer may reconcile the Commodity Account by delivering the gas volumes, multiplied by 1.04, at the City Gate for the company's system use or by purchasing such volumes, multiplied by 1.04, from the Company at the Natural Gas Week index price for Transcontinental Gas Pipe Line's Zone 3 for bid week of the month that service under this Service Classification terminated, plus Transcontinental Gas Pipe Line's FT variable transportation costs and surcharges and equivalent fuel costs from Zone 3 to Zone 6.

If the customer's Commodity Account has a positive balance, the Company will reconcile the Commodity Account by purchasing such volumes from the Customer at the Natural Gas Week index price for Transcontinental Gas Pipe Line's Zone 3 for bid week of the month that service under this Service Classification terminated, plus Transcontinental Gas Pipe Line's FT variable transportation costs and surcharges and equivalent fuel costs from Zone 3 to Zone 6.

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