

..DID: 7527
 ..TXT: PSC NO: 1 GAS LEAF: 138
 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. 138 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)

Load Factor Adjustment:

At least 30 days before the commencement of service for each annual service term, the Company shall calculate a customer's load factor using weather-normalized usage data for the twelve months ending two months before the beginning of each service term. Based on this load factor, the Customer shall receive the following load factor adjustment as a credit to the customer's firm transportation rates for the applicable annual service term:

Customer's Load Factor:	Load Factor Adjustment:
Less than or equal to 40%	\$.018 per therm
Less than or equal to 60%, but greater than 40%	\$.024 per therm
Less than or equal to 80%, but greater than 60%	\$.051 per therm
Greater than 80%	\$.066 per therm

The Company will re-evaluate the level of each load factor adjustment on a semi-annual basis. Any change to the load factor adjustment shall be applied prospectively at the commencement of each annual service term. If, for any reason, a customer's load factor is changed during the customer's service term that impacts a customer's load factor adjustment, such modification to the load factor adjustment shall be applied on a prospective basis only.

Seasonal Delivery Service:

A customer may choose to receive the Company's Seasonal Delivery Service for the entire period commencing with each service term by notifying the Company at least 30 days before the beginning of each service term. If a Customer fails to notify the Company of a change in the election of Seasonal Delivery Service by the notification deadline, no change in service will be implemented for such term. For a Customer that elects Seasonal Delivery Service, the Company will estimate the customer's total usage based upon the customer's MDQ for the months of November, December, January, February and March (winter season) during the service term. Customers electing Seasonal Delivery Service will be directed, through adjustment to the customer's DTQ, to deliver a portion of the estimated total usage in equal daily amounts during the months of April, May, June, July, August, September and October (summer season) as follows:

Customer's Load Factor:	Percentage of winter seasonal usage to be delivered during the summer season:
Less than or equal to 40%	50
Less than or equal to 60%, but greater than 40%	40
Less than or equal to 80%, but greater than 60%	30
Greater than 80%	20

Where a customer's initial service term commences after April 1 and before November 1, the percentage of winter season usage to be delivered during the summer season will be reduced pro rata based upon the number of days prior to November 1 in the initial service term for which Seller makes seasonal deliveries.

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