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COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0

INITIAL EFFECTIVE DATE: 03/18/99 SUPERSEDING REVISION:

STAMPS:

Effective date postponed to 07/01/99. See Supplement No. 2, 1, 1

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SERVICE CLASSIFICATION No. 6 Large Volume Gas Bypass Transportation Service (continued)

Imbalance between Receipts and Deliveries of Customer-Owned Gas:

The Customer shall schedule deliveries to the Receipt Point so that, as near as may be possible, the Customer's daily consumption shall equal the Daily Delivery Quantity. Gas supplied hereunder is in addition to and not a part of the Company's system requirements. However, the Company shall, within existing limitations of its system, provide for a balancing between the volume of the Customer's gas requirements and the volumes made available during any hour or day and shall deliver, within existing limitations of its system for limited periods, volumes of gas in excess of maximum hourly and daily volumes of gas made available to the Company by the Customer. At the end of each month, there shall be determined the net amount of surplus or deficiency in deliveries of gas to the Customer's usual service point above or below the volume of gas transported to the Receipt Point to the Company's service area adjusted for losses. The Company shall adjust any net surplus delivered to the Company by adjusting the volume of gas dispatched to the next succeeding month. Deliveries in excess of 20% of the Average Monthly Transportation Quantity will be charged monthly at \$.02 per therm. The customer will be charged for any net deficiency in delivered natural gas at the applicable rate as explained in Special Provision (a).

Terms of Payment:

The Customer shall pay the balance due in cash or its equivalent on receiving the bill, or be subject to late payment charge in accordance with provisions of Rule II.3E.2.

Term:

The initial term and renewal options shall be provided for in the service agreement, but in no case will it be less than five (5) years.

Special Provisions:

(a) Supplemental service will be provided on an interruptible basis when the Company, at its sole discretion, has gas supply available. The Company may, at its sole discretion, require a reduction or interruption in the rate of supplemental natural gas consumption upon not less than two hours notice by telephone or otherwise to the Customer. The Customer agrees that if he fails to reduce or interrupt service as requested by the Company, the Company may disconnect service and cancel the supplemental gas service or, at the Company's discretion, impose a penalty billed at \$2.50 per therm.

Charges for supplemental service (under-deliveries of Bypass Transportation Quantities) will be no less than the quantity under-delivered times the calendar month rate for by-pass service, plus the quantity under-delivered times the commodity cost of interruptible gas (minimum) and no more than the Effective Rate of S.C. No. 4 (maximum).

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