..DID: 5526 ..TXT: PSC NO: 12 GAS LEAF: 258 COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 1 INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION: 0 STAMPS: Issued in compliance - C.98-G-0824 (8/27/98) and C.95-G-0761 (9/22/98) RECEIVED: 09/25/98 STATUS: Effective EFFECTIVE: 10/01/98 SERVICE CLASSIFICATION No. 13 - Continued

4. **Shrinkage** - customer will furnish the Company an additional quantity equal to 0.8% of the quantity to be balanced to be used for fuel, line loss and unaccounted-for gas.

The above rates and charges are based on contracted unit storage costs to the Company, and shall be subject to periodic adjustment to reflect changes in such costs.

Revenue Tax Surcharge:

All rates and charges under this service classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues.

Term:

Balancing service will be provided for a minimum term of one (1) year ending on the date specified in the customer's Balancing Service Agreement. The term of service shall begin during a period not to exceed two (2) years from the date of the Service Agreement. Unless the parties agree otherwise in the Balancing Service Agreement, service will be continued from year to year after that date unless terminated by advance written notice by either party to the other given at least thirty (3) days prior to the applicable annual termination date. Service may also be terminated at any time by order of the Commission.

Notwithstanding any other provision of the Balancing Service Agreement or this Schedule for Gas Service, if a customer violates any provision or condition of service in the Balancing Service Agreement, this service classification or the Company's Schedule for Gas Service, the Company shall have the absolute right, in its sole discretion, to terminate immediately balancing service to the customer.

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY