

..DID: 5345

..TXT: PSC NO: 12 GAS

LEAF: 419

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)

Cancelled by 2 Rev. Leaf No. 419 Effective 08/01/1999

RECEIVED: 09/25/98 STATUS: Cancelled EFFECTIVE: 10/01/98

SERVICE CLASSIFICATION No. 19 - Continued

- (g) The Company will permit Customers served under this service classification to trade City Gate imbalances with Customers served under S.C. Nos. 16, 17 and 18, and with Sellers providing service to a Pool under S.C. No. 19 provided that: (1) all imbalance trading occurs on the same interstate pipeline (2) all imbalances being traded occur on the same day (3) the Company is notified by the parties of their intention to trade imbalances in writing no later than 48 hours following the day on which the imbalance trading occurs to and (4) trading parties consent to the imbalance trade.

OPERATIONAL FLOW ORDERS

The Company shall have the right to issue Operation Flow Orders (OFOs) in order to maintain system integrity or to ensure Company's continued ability to provide service to its firm customers. In addition to the OFOs specifically listed below, the Company shall have the right to issue any other OFO reasonably intended to serve the above stated purpose. The Company may issue any of the following OFOs:

- (1) In the event that additional gas supplies are required, Company may require Seller to fully utilize upstream capacity that it received from Company through capacity release.
- (2) Company may require Seller to deliver gas supplies either to Company's city gate or to any upstream point of delivery available under the agreement with a Transporter that the Seller obtained from the Company through capacity release.
- (3) Company may issue any other OFO reasonably required to maintain system integrity or to ensure Company's continued ability to provide service to its firm customers.

CHARGE FOR LATE PAYMENT:

Pursuant to the provisions contained in General Information Leaf No. 41.

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