..DID: 5549 ..TXT: PSC NO: 12 GAS LEAF: 233 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. 11

TRANSPORTATION SERVICE

Applicable to Use of Transportation Service for:

Any new or existing customer that: (I) qualifies for service metered at a single delivery point under the applicable Transportation Service (TS) rate; and, (ii) meets the general terms and conditions for service provided for under the corresponding sales Service Classification as contained in this Schedule for Gas Service; and, (iii) has contracted for direct purchases and delivery to the Company's facilities of natural gas supplies from third party source(s) on terms sufficient to provide redelivery of natural gas meeting the quality specifications of this Schedule for Gas Service at a minimum annual quantity of 5 MDTH to the customer's delivery point; and (iv) has entered into a mutually agreed upon Transportation Service Agreement with the Company (in the form provided herein), subject to the Special Provisions hereof. Service under this Service Classification will not be available to new or existing customers on and after the effective date of tariff leaves under this Schedule for Gas Service initiating service under Service Classification Nos. 16, 17 and 18. Service under this Service Classification shall be continued to customers pursuant to service agreements in effect on such date, to the end of the term of such agreement, or if such agreement contains no definitive termination date, to the first date that such agreement is terminable by the Company. The applicable rates and transportation service are as follows:

Rate TS-2 (Firm General Service Transportation):

Available to customers that would otherwise qualify for sales service under Service Classification No. 2 - General Service (Non-Residential).

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