Received: 09/25/1998 Status: CANCELLED Effective Date: 10/01/1998

..DID: 5435

..TXT: PSC NO: 12 GAS LEAF: 338

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. 17 - Continued

The Company shall control the dispatch of gas received for transportation. Transportation service hereunder for New Core Customers shall be available only upon a Company determination that its existing delivery capacity and facilities are adequate to supply the total estimated gas requirements of its customers receiving service under sales service classifications and to Existing Core Customers taking service under this Service Classification and under Service Classification No. 16, and to provide the transportation service required for the term of service hereunder. The Company will not be obligated to expand its facilities or construct new facilities for potential New Core Customers seeking such service.

Each month the Company shall determine the Customer's ADDQ (See Special Provisions) and the Customer shall be obligated to deliver this amount each day unless otherwise notified by the Company.

In any event, the Company shall not be required to accept deliveries of gas in excess of Customer's MDDQ. Customer's MDDQ shall be set forth in Customer's CTS Service Agreement.

The Company also will provide daily swing service to Customers taking service under this Service Classification.

The Company also will provide standby gas service to Customer's taking service under this Service Classification, as set forth in the Standby Gas Service section. Standby Gas Service shall be mandatory for Human Needs Customers, and optional for Customers that are not Human Needs Customers.

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