

..DID: 20638
..TXT: PSC NO: 1 GAS LEAF: 176
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 3
INITIAL EFFECTIVE DATE: 11/22/02 SUPERSEDING REVISION: 2
STAMPS:
RECEIVED: 10/10/02 STATUS: Effective EFFECTIVE: 11/22/02

SERVICE CLASSIFICATION No. 13
Temperature-Controlled Transportation Service (Continued)
(Rate Codes: 730, 731, 732)

Definitions:

1. Customer notification requirement: The Customer or Supplier shall provide the Company, in writing, with
 - a. Its natural gas schedule for delivery at the city gate, and
 - b. The interstate pipeline used to deliver the gas.
 - 1) The information in a. and b. above shall be provided by each day in the timely cycle, and
 - 2) Is for the gas day.
2. Company's Obligations: The Company
 - a. Will deliver to the Customer, its Hourly Quantity during any hour unless capacity constraints on its system prevents such delivery;
 - b. May not accept the Customer's nominations to the Company's city gate if the Company has interrupted service to the Customer's facilities;

Imbalances in Customer's Account:

The Customer shall schedule deliveries to the Receipt Point so to include three and three tenths (3.3) percent to reflect fuel use and losses in the process of transportation and delivery.

At the end of each gas day, the Company shall determine the net surplus or deficiency in deliveries of gas to the Seller's aggregate pool above or below the volume of gas transported to the Receipt Point adjusted for fuel use and losses.

Although each Seller's pool will be balanced daily, Seller will be billed monthly. Daily imbalances will be cashed out as follows:

Underdeliveries:

0 - 10% = Gas Daily New York Transco Zone 6 Midpoint
>10 - 20% = 120% of Gas Daily New York Transco Zone 6 Midpoint
20% = 150% of Gas Daily New York Transco Zone 6 Midpoint + \$10 dth

Overdeliveries:

0 - 10% = Company's Weighted Average Commodity Cost of Gas
>10 - 20% = 80% of the Company's Weighted Average Commodity Cost of Gas
> 20% = 50% of the Company's Weighted Average Commodity Cost of Gas

Issued by Robert D. Ekholm, Corp. Secretary's Office, Hicksville, NY