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COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 3
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SERVICE CLASSIFICATION NO. 20 (Continued)

APPLICABLE TO USE OF TRANSPORTATION SERVICE FOR:

Any dual-fuel electric generator having capacity of at least fifty (50) Megawatts applying on or after May 18, 1999 for natural gas transportation service for their electric generation equipment for a term of (5) years. This Service Classification does not apply to electric generation customers receiving service prior to May 18, 1999 during the term of such customers' existing contracts. Natural gas transportation service for any requirement other than electric generation, such as ignition gas, space heating, etc, whether or not separately metered, does not qualify for service under this Service Classification.

To obtain service under this Service Classification, Customer must follow procedures for processing requests from electric generators for gas transportation service which appears on Leaf Nos. 427.17 - 427.21. In addition, Customer must enter into a service agreement with the Company, the form of which appears on Leaf Nos. 427.22-427.27. Any Customer that qualifies for service under this Service Classification may take service under Rate Schedule 1. In addition, the Company may, at its option, enter into individually negotiated service arrangements with Customer under Rate Schedule 2, provided that negotiated contracts at similar overall terms shall be available to similarly situated customers. Customers contracting for interruptible service must have complete standby fuel at the beginning of the winter season to withstand interruptions of service for at least three days and equipment available for use in the event of a service interruption, unless this requirement is waived by the Company. This requirement is for Customers whose alternate fuel is distillate and non-distillate in the case of human needs Customers. However, this will not apply if the Customer stipulates in writing that the Customer is willing and able to shut down during periods of interruption.

With regards to the inadequate fuel situation, Customers who have not supplied the Company with such proof shall be subject to a variable rate equal to the greater of 130% of the No. 2 oil gas equivalent price (as published in the Journal of Commerce) or 130% of their otherwise applicable variable sales rate, whichever is higher. Such variable rate shall be in lieu of their otherwise applicable variable rate and shall be effective during the billing period in which non-compliance becomes known, and for any subsequent periods the non-compliance continues or the date the customer provides the Company with satisfactory proof that the violation has been corrected, and is subject to all applicable utility taxes and surcharges. Consumers subject to this higher variable rate continue to be subject to the terms and conditions of this service classification, including an additional charge for gas consumed in violation of this Service Classification without the express written authorization of the Company.

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