PSC NO: 1 GAS LEAF: 188.1 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0 INITIAL EFFECTIVE DATE: 06/01/13 SUPERSEDING REVISION: STAMPS:

## SERVICE CLASSIFICATION NO. 14 (Continued)

## DELIVERY QUANTITY

Customer or its Gas Balancing Agent shall be obligated to provide the Company with daily nominations to the Company's city gate for transportation service anticipated under this Service Classification. The quantity of gas delivered to the customer's delivery point will be reduced by 1% to provide for system use and losses within the Company's distribution system. The Company reserves the right to petition the Public Service Commission for permission to change the system use and losses percentage factor in the event it determines that a change is required to more accurately reflect system use and losses.

The Customer or its Gas Balancing Agent shall be obligated to deliver its Daily Nomination Quantity unless modified by the Customer or its Gas Balancing Agent pursuant to the terms of this Service Classification. In any event, the Company shall not be required to accept deliveries of gas in excess of the Customer's MDDQ. The Customer's MDDQ shall be set forth in the Customer's Service Agreement.

To assist in reconciling quantities of gas received for transportation each month, the Customer shall provide, or cause to be provided, to the Company a copy of the Transporter's monthly invoice showing the quantity in Dths of all gas delivered during the month to the Company for the Customer's account as soon as such invoice is available to allow for billing by the Company. Absent receipt of such invoice, the Company reserves the right to estimate the quantity of gas transported for billing purposes. Such estimate shall be made on the basis of available data, and any reconciliation to actual quantities delivered shall be made in the subsequent billing month.

## AGGREGATED GAS BALANCING

Gas Balancing Agent may balance gas deliveries on an aggregated basis for one or more of Customer's generating facilities under this Service Classification or Service Classification No. 7 to mitigate daily imbalances and Daily Balancing Charges. Certain generating facilities may not be balanced on an aggregated basis if the Company's distribution system operations and reliability would otherwise be negatively impacted. Each day, Gas Balancing Agent shall balance Customer's daily negative delivery balance at any generating facility(s) to offset a positive daily imbalance at another generating facility(s).

Issued by: William J. Akley, President, Hicksville, NY