Received: 07/31/2014 Status: CANCELLED Effective Date: 11/01/2014

PSC NO: 1 GAS LEAF: 157.2 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0 INITIAL EFFECTIVE DATE: 11/01/14 SUPERSEDING REVISION:

STAMPS:

SERVICE CLASSIFICATION No. 8

Seller Service (continued)

- E. Statement of Seller Charges and Adjustments (continued)
- 5. Daily Cash Out Penalties

Applicable to Sellers participating in the Company's Core or Non-Core Monthly Balancing Program.

- a) City Gate Balancing Penalty Charge: \$10.00 per dekatherm
  - i) Core Monthly Balancing Program

Charged on any day that the total quantity of gas delivered to the city gate by the Seller is less than the Seller's Core DDQ.

ii) Non-Core Monthly Balancing Program

Charged on any day that the total quantity of gas delivered to the city gate by the Seller is less than 98% of the Seller's Non-Core DDQ.

- b) Operational Flow Order ("OFO") Penalty Charge: \$25.00 per dekatherm
  - i) Core Monthly Balancing Program

Charged on any day that the Company issues an OFO and the total quantity of gas delivered to the city gate by the Seller is less than the Seller's Core DDQ.

ii) Non-Core Monthly Balancing Program

Charged on any day the Company issues an OFO and the total quantity of gas delivered to the city gate by the Seller is less than 98% of the Seller's Non-Core DDQ.

Issued by: David B. Doxsee, Vice President, Hicksville, NY