Received: 07/22/2014 Status: CANCELLED Effective Date: 08/01/2015

PSC NO: 1 GAS

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 7
INITIAL EFFECTIVE DATE: 11/01/14 SUPERSEDING REVISION: 6
STAMPS:

SERVICE CLASSIFICATION No. 7 Interruptible Transportation Service (Continued) (Rate Codes: 710, 710A, 711, 720, 721, 469)

I. Special Provisions:

1.Applicable to Interruptible Transportation for Large Volume Non-Residential Gas Customers

a) Distribution Facilities Allowances:

Applicants will be furnished service when, in the Company's judgment, there is sufficient capacity and facilities available for the service requested after taking into consideration the requirements of firm Customers and all Company uses and obligations.

If an applicant requests and is approved for gas service as an interruptible Customer, the Company will furnish, place and construct all mains, service lines, service connections and appurtenant facilities necessary to render the service requested. The applicant, prior to construction, must either 1) pay the estimated cost of these facilities in full, or 2) pay the estimated cost of these facilities less the Company's contribution as determined by a revenue test described below in subsection a(i) and sign the Interruptible Transportation Service Agreement, thus agreeing to be subject to the terms therein.

- (a) (i) The Company's contribution will be equal to an estimate of natural gas deliveries for the first twenty-four months of service multiplied by the three month average Transportation Rate shown on Statement of Rates and Charges for Interruptible Service and in effect on the date of the service agreement.
- (a) (ii) An Applicant who selects the revenue test option in subsection (a) (ii) must deliver to the Company, prior to the commencement of construction of any facilities, a surety bond or other security satisfactory to "National Grid" equal to the Company's contribution, which will be canceled whenever the total transportation net-of-tax revenue, and Adjusted Gas Revenue from supplemental service, are equal to or exceed the Company's contribution. If, within a five year period, the Customer's total revenue described above is less than the Company's contribution, the Customer shall forfeit that portion of the surety bond equal to the difference between the Company's contribution and the total revenue described above. The Company's contribution will include any adjustments in (a) (iii) below.
- (a) (iii) If, after twenty-four (24) months of service, the actual transportation revenue, and Adjusted Gas Revenue from supplemental service exceed the amount estimated in subsection (a) (i) above, the Customer will be reimbursed the revenue that exceeds the amount estimated in (a) (i).

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