

PSC NO: 1 GAS LEAF: 158.2  
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1  
INITIAL EFFECTIVE DATE: 04/01/15 SUPERSEDING REVISION: 0  
STAMPS: Issued in compliance with Order in C. 14-G-0330 and C. 06-G-1186  
dated 10/23/14

SERVICE CLASSIFICATION No. 8  
Seller Service (continued)

F. Core Monthly Balancing Program

Sellers serving customers taking transportation service under SC 5 must participate in the Company's Core Monthly Balancing Program.

The following provisions are applicable to the Core Monthly Balancing Program:

1. Delivery Quantity

The Seller will compute its Core DDQ each day by applying the Seller's Base Component and Seller's Slope Component to the forecasted daily outside temperatures. The Company will provide the Seller the Seller's Base Component and Seller's Slope Component prior to the start of each month.

The Seller will be obligated to deliver an amount equal to the Core DDQ to the Company's City Gate unless otherwise notified by the Company.

The Seller will provide to the Company notice of the natural gas scheduled for delivery at the City Gate by interstate and/or intrastate pipeline for each day. The scheduled nomination must equal Seller's Core DDQ.

The Company will not be obligated to accept any volumes that have been nominated by the Seller to the extent that such nomination exceeds Seller's Core DDQ.

2. City Gate Balancing

Each day, Seller or Seller's Agent shall nominate and schedule deliveries of gas to the Company's city gate in an amount equal to the Seller's Core DDQ.

- a) In the event that the total quantity of gas delivered to the city gate is less than the Seller's Core DDQ, Seller shall pay a per therm amount equal to the Company's Daily Cash Out Price plus a City Gate Balancing Penalty Charge of \$10.00 per dekatherm multiplied by the difference between (i) the Seller's Core DDQ for such day and (ii) the total quantity of gas delivered by Seller to the Company on such day. However, when the Company issues an OFO, the Seller shall pay a per therm amount equal to the Company's Daily Cash Out Price plus an OFO Penalty Charge equal to \$25.00 per dekatherm.

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