..DID: 13536

KEYSPAN GAS EAST CORPORATION 175 East Old Country Road Hicksville, NY 11801

October 31, 2000

Honorable Janet H. Deixler Secretary New York State Public Service Commission Executive Office, 14th Floor Three Empire State Plaza Albany, New York 12223

Re: Case No. 99-M-0631 - In the Matter of Customer Billing Arrangements

Dear Secretary Deixler:

KeySpan Gas East Corporation d/b/a KeySpan Energy Delivery Long Island ("Company") hereby files electronically the following tariff leaves to become effective February 1, 2001:

Original Leaf No. 119.49
Original Leaf No. 119.50
Original Leaf No. 119.51
Original Leaf No. 119.52
Original Leaf No. 119.53
Original Leaf No. 119.54
to Schedule for Gas Service, P.S.C. No. 1 - GAS.

For the reasons set forth below, the Company will not be filing tariffs implementing a backout credit for single bills customers as directed by the Commission in its Order Denying Petitions for Rehearing dated September 1, 2000.

The Company bills virtually all of its 1,600,000 customers for both gas service provided by the Company and electricity service provided by the Long Island Power Authority (LIPA). The only exception is about 50,000 customers who receive separate bills for each service, some of whom receive service from municipal electric companies. The Company will offer the single bill option for gas service, as directed by the Order. However, because the Company will continue to bill all LIPA customers for LIPA service, the Company will not avoid any costs if LIPA customers request a single bill for service from their gas ESCO and the Company. Thus, the Company has not provided a billing backout credit in this filing. The Company is not aware of any municipal

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electric

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company in its service territory that is interested in developing a single bill option for its customers. However, the Company commits to working with any municipal electric company who desires to develop a single bill option for its customers and to developing an appropriate backout credit in those instances.

The Company has met with Staff to review this filing.

If you have any questions regarding this filing, please contact Joan Graves at (718) 403-2560 or the undersigned at (718) 403-3008.

Sincerely,

M. Margaret Fabic Counsel

MMF:dh Enclosures

cc: F. Carr

T. Coonan

N. LeBlang

G. Shorr

G. Abraham