

KeySpan Gas East Corporation d/b/a KeySpan Energy Delivery Long Island  
175 East Old Country Road  
Hicksville, NY 11801

July 28, 2004

Jaclyn A. Brillling, Secretary  
New York State Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223-1350

Re: Case 03-G-1395, Amendment to Compliance Tariffs

Dear Secretary Brillling:

KeySpan Gas East Corporation d/b/a KeySpan Energy Delivery Long Island  
("KeySpan") hereby submits the following supplement, to become effective August 28,  
2004:

Supplement No. 16  
To Schedule for Gas Service, P.S.C. No. 1-GAS.

The purpose of this supplement is to further postpone KeySpan's October 1, 2003 filing to simplify the methodology for calculating the value-added charge for Service Classification No. 14 in a manner that places all SC-14 customers on an equal footing until November 1, 2004. This postponement will allow for further review by Staff.

Please call me at (718) 403-3073 if you have any questions or concerns.

Very truly yours,

Catherine L. Nesser