

PSC NO: 1 GAS LEAF: 159.1
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 6
INITIAL EFFECTIVE DATE: 08/01/09 SUPERSEDING REVISION: 5
STAMPS: Issued in compliance with Order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION NO. 8
Seller Service (continued)

Monthly Cash Out (continued)

The Company shall adjust the monthly delivery quantity to reflect any quantities that were cashed out daily as follows:

- 1) On days in which the quantity of gas delivered to the city gate is less than 98% of the Seller's DDQ, the quantities cashed out shall be added to the Seller's monthly delivery quantity.
- 2) On days in which the quantity of gas delivered to the city gate and accepted by the Company is greater than 102% of the Seller's DDQ, the quantity cashed out shall be subtracted from the Seller's monthly delivery quantity.

If the monthly consumption, grossed up for UFG, of the Seller's Customers exceeds the adjusted monthly quantity of gas delivered by the Seller to the city gate, the shortfall shall be purchased by the Seller at the Company's Monthly Cash Out Price.

If the monthly consumption, grossed up for UFG, of the Seller's customers is less than the adjusted monthly quantity of gas delivered by the Seller to the city gate, the excess shall be credited to the Seller at the Company's Monthly Cash Out Price.

Operations and Communications:

1 Gas Delivery Nomination Procedures

The Gas Delivery Nomination Procedures for all Sellers or Sellers' Agents comply with FERC requirements and are described in the Company's Gas Transportation Operating Procedures (GTOP) Manual, Section IV and Section V, as filed with the Public Service Commission.

2. Communications Protocols

The Communications Protocols for all Sellers or Sellers' Agents are described in the Company's GTOP Manual, Section VII, as filed with the Public Service Commission.

3. Operational Flow Orders

The Company shall have the right to issue Operational Flow Orders (OFOs) to maintain system reliability or to ensure the Company's continued ability to provide service to its firm customers.

Additional information on OFOs are set forth in the Company' GTOP Manual, Section IX, as filed with the Public Service Commission.

Mandatory Capacity Program

Sellers serving Customers taking service under SC 5 must participate in the Company's Mandatory Capacity Program subject to the terms and conditions of this Service Classification and the Company's GTOP Manual. The Mandatory Capacity Program consists of three capacity tiers: 1) Tier 1 - Capacity Release; 2) Tier 2 - Bundled Winter Sales Service and 3) Tier 3 - Virtual Storage Service.

Issued by: Nick Stavropoulos, Executive Vice President, Hicksville, NY