PSC NO: 1 GAS LEAF: 139 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 12 INITIAL EFFECTIVE DATE: 10/01/10 SUPERSEDING REVISION: 11 STAMPS: Issued in compliance with Order in Case 06-G-1186 dated 06/23/09

SERVICE CLASSIFICATION NO. 5 Firm Transportation Service (continued) (Rate Codes: 127, 137, 147, 167, 177, 158, 159, 257, 267, 277, 347, 357, 367, 807)

Statement of Transportation Adjustment Charges

In addition to the monthly transportation service rates listed above, Customers shall pay transportation adjustment charges as set forth on the Statement of Transportation Adjustment Charges, which shall be filed by the Company with the Commission each month prior to its effective date.

The Statement of Transportation Adjustment Charges shall contain the following charges:

1. Return Requirement on Gas in Storage

A surcharge for the Return Requirement on Gas in Storage as described on General Information Leaf Nos. 72.2 and 72.3.

2. Annual Return Requirement on Gas in Storage Surcharge or Refund

A surcharge or credit for the Annual Return Requirement on Gas in Storage Surcharge or Refund as described on General Information Leaf No. 73.3.

3. Research and Development Surcharge

The Research and Development Surcharge as described on General Information Leaf No. 74.1.

4. Pipeline Refunds Provision

A credit for Pipeline Refunds Provision as described on General Information Leaf No. 71.

- 5. Delivery Penalty Refunds
- 6. Annual Transportation Adjustment Charge Imbalance Surcharge or Refund
- 7. The Total Transportation Adjustment Charge = 1 + 2 + 3 + 4 + 5 + 6
- 8. Unaccounted for Gas ("UFG")

A percentage UFG described on General Information Leaf No. 17.1

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