

PSC NO: 1 GAS
COMPANY: KEYSpan GAS EAST CORPORATION
INITIAL EFFECTIVE DATE: 11/03/06
STAMPS:

LEAF: 187
REVISION: 6
SUPERSEDING REVISION: 5

SERVICE CLASSIFICATION NO. 14 (Continued)

APPLICABLE TO USE OF TRANSPORTATION SERVICE FOR:

Any dual-fuel electric generator applying on or after May 18, 1999 for natural gas transportation service for their electric generation equipment for a term of (5) years is eligible. This Service Classification does not apply to electric generation customers receiving service prior to May 18, 1999 during the term of such customers' existing contracts. Natural gas transportation service for any requirement other than electric generation, such as ignition gas, space heating, etc, whether or not separately metered, does not qualify for service under this Service Classification.

To obtain service under this Service Classification, Customer must follow procedures for processing requests from electric generators for gas transportation service, which appear on Leaf Nos. 203-209 and must enter a service agreement with the Company, the form of which appears on Leaf Nos. 205-210. In addition, Customer, or in tolling arrangements, the third party, as applicable; must sign the facilities construction reimbursement agreement provided at Leaf Nos. 210.1-210.43 and the operating and maintenance agreement provided at Leaf Nos. 210.44-210.59. Any Customer that qualifies for service under this Service Classification may take service under Rate Schedule 1. In addition, the Company may, at its option, enter into individually negotiated service arrangements with Customer under Rate Schedule 2, provided that negotiated contracts on similar overall terms shall be available to similarly situated customers. Customers contracting for interruptible service must have complete standby fuel and equipment available at the beginning of the winter season to withstand interruptions of gas service for at least five days. This requirement applies to human needs Customers that use distillate or non-distillate oil as their alternate fuel, and to other Customers that are unwilling and/or unable to shut down during periods of gas service interruption. It will not apply if a non-human needs Customer stipulates in writing that the Customer is willing and able to shut down during periods of interruption.

Any Customer subject to the standby fuel requirement that has not supplied the Company with the required proof will be charged a variable rate for interruptible gas service equal to the greater of 130% of the No. 2 oil gas equivalent price (as published in the Journal of Commerce) or 130% of the Customer's otherwise applicable variable sales rate, whichever is higher. Such variable rate will be in lieu of the Customer's otherwise applicable variable rate and will be effective commencing with the billing period in which non-compliance becomes known, and will continue in effect until the Customer provides the Company with satisfactory proof that the violation has been corrected. Such variable rate will be subject to all applicable utility taxes and surcharges. Consumers subject to this higher variable rate will continue to be subject to all terms and conditions of this Service Classification, including any applicable additional charges for gas consumed in violation of this Service Classification without the express written authorization of the Company.

Issued by Joseph F. Bodanza, Senior Vice President, Hicksville, NY