

PSC NO: 1 GAS LEAF: 152
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 5
INITIAL EFFECTIVE DATE: 11/01/03 SUPERSEDING REVISION: 4
STAMPS: Issued in compliance with order in Case 02-M-0515 dated April 24, 2003

SERVICE CLASSIFICATION No. 7
Interruptible Transportation Service (Continued)
(Rate Codes: 710, 710A, 711, 720, 721)

Term:

Service under this Service Classification shall be for twelve (12) months from the date service begins. The term will be extended for additional twelve (12) month periods unless otherwise terminated by the Customer providing thirty (30) days prior written notice to "KeySpan Energy Delivery". Service may be terminated by the Company in the manner provided by law and the Rules and Regulations set forth in this Service Classification.

Statement of Unbundled Transportation Service Cash Out Charges

Not less than four business days following the effective month, the Company will file with the Commission a Statement of Unbundled Transportation Service Cash Out Charges, which statement will contain the following charges applicable to this Service Classification: Monthly Average Commodity Cost of Gas.

Availability of Firm Sales Service:

A Customer that wishes to transfer to firm sales service under Service Classification Nos. 1, 2, 3, 15, 16, and 17 may do so if the Company deems such service to be generally available to new service applicants.

Individually Negotiated Service:

Notwithstanding any provision contained in this Service Classification, the Company maintains the right to individually negotiate service agreements for the provision of interruptible transportation service.

Special Provisions:

- (a) Distribution Facilities Allowances: Applicants will be furnished service when, in the Company's judgment, there is sufficient capacity and facilities available for the service requested after taking into consideration the requirements of firm Customers and all Company uses and obligations.

If an applicant requests and is approved for gas service as an interruptible Customer, the Company will furnish, place and construct all mains, service lines, service connections and appurtenant facilities necessary to render the service requested. The applicant, prior to construction, must either 1) pay the estimated cost of these facilities in full, or 2) pay the estimated cost of these facilities less the Company's contribution as determined by a revenue test described below in subsection a(i) and sign the Interruptible Transportation Service Agreement, thus agreeing to be subject to the terms therein.

- (a)i) The Company's contribution will be equal to an estimate of natural gas deliveries for the first twenty-four months of service multiplied by the three month average Transportation Rate shown on Statement of Rates and Charges for Interruptible Service and in effect on the date of the service agreement.

Issued by Alfred C. Bereche, Asst. General Counsel and Secretary, Hicksville, NY