

PSC NO: 1 GAS

LEAF: 186

COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1

INITIAL EFFECTIVE DATE: 01/01/04

SUPERSEDING REVISION: 0

SERVICE CLASSIFICATION NO. 14 (Continued)

Maximum Annual Quantity (MAQ) - The Customer's Maximum Daily Delivery Quantity times 335.

Maximum Daily Delivery Quantity (MDDQ) - The maximum quantity of gas that the Customer may nominate and deliver for his account on any day.

Monthly Average Commodity Cost of Gas - The Company's weighted average commodity cost per therm of gas delivered to the Company's city gate facilities by the Company's suppliers for the month. This cost will be determined by the Company and included on the Statement of Unbundled Transportation Service Cash Out Charges filed with the Commission by the fourth business day following the effective month.

NYISO - The New York Independent System Operator.

Spark Spread - The difference between the Average Hourly Market Electric Price and the Fuel Cost of Generation expressed in \$/Mwh.

Transporter - A pipeline transporting gas to the Company for redelivery for Customer's account.

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