

PSC NO: 1 GAS LEAF: 142
 COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 8
 INITIAL EFFECTIVE DATE: 07/10/04 SUPERSEDING REVISION: 7
 STAMPS: Issued in compliance with order in Cs. 98-M-1343, 99-M-0631, 03-M-0117 dated 11/21/03

SERVICE CLASSIFICATION NO. 5

Firm Transportation Service (continued)

(Rate Codes: 127, 137, 147, 167, 177, 158, 159, 257, 267, 277, 347, 357, 367)

Other Charges and Credits:

In addition to the rate stated above, the Customer's bill may be adjusted monthly for applicable charges and refunds including transition costs, refunds from pipeline companies, margins from interruptible transportation and sales, merchant function backout credit, etc. These charges and credits are shown on the Statement of Gas and Pipeline Costs and Adjustments and are explained in Rule III.1.

Weather Normalization Adjustment:

Rates for gas service to all space heating Customers will be subject to a Weather Normalization Adjustment as explained in Rule III.4.

Terms of Payment:

The Customer shall pay the balance due in cash or its equivalent on receiving the bill, or be subject to late payment charge in accordance with provisions of Rule II.3E.2. Late payment charges will not apply to Customers who would otherwise take service under Service Classification No. 1. If Billing Agency arrangement exists refer to Uniform Business Practices for Retail Access, Section 9.J.2.

Term :

The Customer's term under Service Classification will commence on the first day of the month following 15 day notification, provided the Company has received all necessary information required for the commencement of service as instructed in the Uniform Business Practices for Retail Access, Section 5.

Service under this Service Classification shall be provided for consecutive twelve (12) month terms unless terminated by the following:

- (i) the Customer provides the Company with written notice of termination; or
- (ii) the Customer otherwise fails to qualify for service under this Service Classification pursuant to Availability and Applicability of Service.

Service under this Service Classification shall be terminated effective the first day of the month immediately following fifteen (15) days after:

- (i) the Company has received written notice of termination; or
- (ii) the Company has determined that the Customer fails to qualify for service under this Service Classification.

Nothing herein shall be deemed to preclude the Customer from applying for gas service under any Service Classification for which the Customer may be eligible.

Availability of Firm Sales Service:

A Customer may return to firm sales service under Service Classification Nos. 1, 2, 3, 15, 16, and 17 following the initial term of service under this Service Classification by providing the Company with notice of termination fifteen (15) days before the expiration of the term.

Issued by Joseph F. Bodanza, Senior Vice President and Chief Accounting Officer, Hicksville, NY