

PSC NO: 1 GAS LEAF: 157
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 2
INITIAL EFFECTIVE DATE: 10/01/04 SUPERSEDING REVISION: 1
STAMPS:

**SERVICE CLASSIFICATION No. 8
Seller Service (continued)**

Receipt and Delivery of Customer-Owned Gas:

The Seller shall provide to the Company notice of the natural gas scheduled for delivery at the City Gate by interstate pipeline for each day of the succeeding month. The scheduled nomination for each Customer must equal the customer's DTQ. The scheduled nomination for Sellers with more than one Customer must equal the customers' ADTQ.

The Company is not obligated to accept any volumes that have been nominated by the Seller to the extent that such nomination exceeds a customer's DTQ or customers' ADTQ.

Customer Balancing Services:

The Company will provide daily balancing service under this Service Classification by supplying the natural gas that each Customer uses that exceeds that customer's applicable DDQ, as defined by Service Classification No. 5, and by storing for the customer's account that portion of the customer-owned gas that is not used during each calendar month.

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