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PSC NO: 1 GAS

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 2
INITIAL EFFECTIVE DATE: 04/08/04

STAMPS: Issued in compliance with order in Case 02-M-0515 dated 12/03/03

SERVICE CLASSIFICATION No. 15 High Load Factor Service (Rate Code: 260)

Applicable to Use of Service for:

Available to any consumer, upon written application and acceptance by the Company, for gas service used for the operation of distributed generation equipment used for mechanical and electrical power applications employing reciprocating engines, gas turbines and emerging gas technologies such as fuel cells and microturbines, subject to the Special Provisions herein. A separate meter will be installed for gas supplied under this service classification, and the use of gas measured by this meter for other than that above described is expressly prohibited. Availability of such service shall be subject to the conditions set forth in Rule II.7B.

Character of Service:

Continuous natural gas, or a suitable mixture of natural and manufactured gas of a Btu content of not less than 950 Btu per cubic foot (dry basis) on a monthly average, supplied at pressures within the limits prescribed by the Public Service Commission.

Rate: (per meter, per month)

First 10 therms or less per month \$154.00 All over 10 therms per month \$0.130 per therm

Gas and Pipeline Costs and Adjustments:

In addition to the above charges, customers will pay the monthly Gas and Pipeline Costs per therm of gas supplied hereunder, as well as other consumption-based unit adjustments reflected in the General Information leaves of this Tariff. The charges set forth in this Service Classification shall be subject to an adjustment as explained in Section III.1, Gas and Pipeline Costs and Adjustments.

Minimum Charge:

\$154.00 per meter, per month, exclusive of Gas and Pipeline Costs and Adjustments and increase in rates and charges.

Heating Value Adjustment:

The volume of gas registered by the customer's meter, in 100 Cu. Ft., will be converted to therms as explained in Rule II.3G.

Increase in Rates and Charges:

The Rates and Charges under this Service Classification, including Gas and Pipeline Costs and Adjustments and Minimum Charges, are increased by the applicable percentage as explained in Section III.2. for service supplied within the municipality where the Customer is taking service.

Terms of Payment:

Net cash, subject to late payment charge in accordance with provisions of Rule II.3E.2.

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