

PSC NO: 1 GAS LEAF: 212
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1
INITIAL EFFECTIVE DATE: 04/08/04 SUPERSEDING REVISION: 0
STAMPS: Issued in compliance with order in Case 02-M-0515 dated 12/03/03

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

Term:

Terminable by consumer on two days' written notice to the Company and by the Company in the manner provided by law and the rules and regulations of the Company.

Special Provisions:

- (a) For purposes of this Schedule for Gas Service, distributed generation means the on-site production of electricity and/or mechanical energy. For use either by (1) the customer or (2) a third party who is operating the equipment to generate electricity for use solely by the customer. Customer may not use the output of the unit for any other customers.
- (b) In no event shall the Company be obligated to incur any additional costs for additional facilities necessary to provide transportation service hereunder. Nonetheless, in the event the Company elects to incur such costs, the costs of any additional facilities, including but not limited to any necessary telemetering equipment, that in the Company's sole judgment are required or must be incurred by the Company to provide transportation service, shall be the sole responsibility of the Customer, and shall be payable in full prior to the initiation of service hereunder. The Company may require Customer to provide security such as a letter of credit or other acceptable security prior to incurring any additional facilities costs.
- (c) The consumer agrees to permit access by the Company's employees or representatives, at all reasonable times, to the consumer's premises for the purpose of determining that the operation of installed cogeneration equipment and related facilities is in compliance with all terms and conditions for service required under this service classification. The consumer further agrees that the Company may measure gas consumption in any reasonable manner, including but not limited to automatic recording devices ("telemetering").
- (d) A customer with less than two years on this service and who received extension of facilities without charge or received a cash incentive, will be required to conform to Rule II.2B.1.2. for purposes of transferring to an interruptible type service.

Additional Charge:

Customers whose use of gas exceeds the permissible quantities set forth in accordance with provisions of Rule II.7B.5. will be subject to an additional charge of nine (9) times the charge indicated in the terminal (lowest) block including the applicable increases as explained in Section III.2. The imposition of such additional charge shall not limit any rights of the Company to terminate gas service provided for in this schedule for gas service.

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