

..DID: 9262
..TXT: PSC NO: 1 GAS LEAF: 161
COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 1
INITIAL EFFECTIVE DATE: 07/01/99 SUPERSEDING REVISION: 0
STAMPS: Issued in compliance with order in Case No. 99-G-0229 dated 6/24/99
Cancelled by 2 Rev. Leaf No. 161 Effective 09/01/1999
RECEIVED: 06/30/99 STATUS: Cancelled EFFECTIVE: 07/01/99

SERVICE CLASSIFICATION NO. 8
Seller Service (continued)

The following rates and charges are applicable to all customers and/or Sellers:

Receipt and Delivery of Gas:

The Seller must deliver or cause to be delivered at the City Gate the customer's DDQ or, in the case of more than one customer, the ADDQ for each day of the month. The Company will deliver to each individual Customer the customer's gas requirements for each day of the month and will provide daily swing and balancing services to the extent such requirements differ from each customer's DDQ.

By the first business day following the 14th of each month, 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 DDQ. The scheduled nomination for Sellers with more than one Customer must equal the customers' ADDQ.

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 DDQ or customers' ADDQ.

Customer Aggregation Notification and Nomination Procedures:

By the first day of each month, for service commencing by the first day of the succeeding calendar month, Seller must notify the Company of any Customer that is added or is deleted from seller's aggregated group. Failure to provide the Company with such notification will constitute Seller's representation that the Customers within seller's aggregated group have not changed. Seller is also obligated to place on file with the Company a copy of customer's written request to be included in seller's aggregated group for the effective time period.

Each month, the Company will calculate a customer's Daily Transportation Quantity (DTQ). The DTQ is calculated by adjusting the customer's DDQ to reflect the customer's usage during the latest available calendar month and by multiplying the adjusted DDQ by 1.04 as an allowance for losses incurred in the process of delivery between the City Gate and the customer's metered facilities. If a customer's usage exceeded its DDQ in the latest available calendar month, the customer's DTQ will be increased to make up the volumes previously supplied by the Company and consumed by the Customer in the prior period. If a customer's usage was below its DDQ in the latest available calendar month, the customer's DTQ will be reduced so that the customer's future usage will consist in part of volumes delivered to the Company in prior months.

If a seller elects to take the Company's Seasonal Delivery Service, a customer's DTQs will be adjusted to reflect the customer's deliveries and receipts under such service.

By the first business day following the 9th of each month, the Company shall provide to the Seller notice of each Customer's DDQ and, in the case of a Seller that supplies gas to more than one Customer, the Customers' Aggregated Daily Delivery Quantity (ADDQ) for the succeeding calendar month.

Standby Gas Service:

The Company will require any Customer subscribing to Standby Gas Service to have and provide evidence of firm, non-recallable, primary delivery point capacity to the city gate for the winter season (November 1st through March 31st, both inclusive) in accordance with the Commission's March 24, 1999 Order in Case 97-G-1380.

Issued by Robert J. Fani, Senior Vice President, Hicksville, NY