SERVICE CLASSIFICATION NO. 2

APPLICABLE TO USE OF SERVICE FOR:

General service in the entire territory subject to the restrictions described in General Information Section 11.

CHARACTER OF SERVICE:

Continuous; natural gas (or, in the case of emergency or for economy of operation, a mixture of natural and liquefied petroleum gas) of a Btu content per cubic foot of not less than 1,000 Btu on a monthly average, supplied at pressures within the limits prescribed in Title 16 Public Service, Part 255.60, the official compilation, Codes, Rules and Regulations of the State of New York.

RATE - FIVE PART - MONTHLY:

(1)   Commodity Charge
      First   3 Ccf or less.......@ $ 4.81
      Next   47 Ccf..............@   56.565¢ per Ccf
      Next 4,950 Ccf..............@   55.277¢ per Ccf
      All over 5,000 Ccf..........@   50.000¢ per Ccf

(2)   Utility Low Income Energy Efficiency Program (ULIEEP) Surcharge

      The commodity charges as provided for above in Part (1) shall be increased by the ULIEEP surcharge, as described in General Information Section 23.

(3)   Gas Adjustment Charge

      The provisions of the Company's gas adjustment charge as described in General Information Section 12 shall apply to all gas sold under this Service Classification.

(4)   Unauthorized Use of Gas

      As explained in General Information Section 11.1.

(5)   Increase in Rates and Charges

      The rates and charges under this Service Classification, including the commodity charge, ULIEEP surcharge, the gas adjustment charge, unauthorized use of gas charge and minimum charges will be increased pursuant to General Information Section 15.

Issued By: R. Lee Haney, Chief Financial Officer, Pearl River, New York
(Name of Officer, Title, Address)