..DID: 9238 ..TXT: PSC NO: 1 GAS LEAF: 196 COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I. REVISION: 0 INITIAL EFFECTIVE DATE: 07/01/99 SUPERSEDING REVISION: STAMPS: Issued in compliance with order in Case No. 99-G-0229 dated 6/24/99 RECEIVED: 06/30/99 STATUS: Effective EFFECTIVE: 07/01/99

SERVICE CLASSIFICATION NO. 14 (Continued)

Revenue Tax Surcharge

All rates and charges under this Service Classification, payable in the municipality where service is supplied, will be increased by a percentage equal in amount to the aggregate percentage rate of taxes imposed on the Company's revenues, pursuant to the provisions contained on General Information Leaf No. 90.

Transition Costs Surcharge

The transportation rates under this Service Classification shall reflect a surcharge for Transition Costs calculated in accordance with the Commission's Opinion No. 94-26 in Case 93-G-0932 as described on General Information Leaf No. 86. This charge will be included on the Statement of Comprehensive Transportation and Balancing Service Rates and Charges filed with the Commission.

SPECIAL PROVISIONS

(a) 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.

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