

..DID: 5366

..TXT: PSC NO: 12 GAS

LEAF: 401

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 1

INITIAL EFFECTIVE DATE: 10/01/98

SUPERSEDING REVISION: 0

STAMPS: Issued in compliance - C.98-G-0824 (8/27/98) and C.95-G-0761 (9/22/98)

RECEIVED: 09/25/98 STATUS: Effective EFFECTIVE: 10/01/98

**SERVICE CLASSIFICATION No. 19 - Continued**

Average Upstream Transportation Cost - The average cost per therm that the Company pays on a monthly basis for firm pipeline transportation capacity upstream of the Company's city gate facilities. This cost will be determined by the Company and included on the Statement of Unbundled Transportation Service Charges filed with the Commission no later than three days before the first day of the month for which such statement is to be effective.

Seller Service Agreement - The agreement between the Company and Seller to provide service under this Service Classification, the form of which is included in this Schedule for Gas Service, and the term of which shall be for a period of no less than twelve months.

Transporter - An interstate pipeline transporting gas owned by a Pool to the Company for the Pool's account.

Redelivery Capacity Quantity (RCQ) - The maximum quantity of gas that the Company shall be required to receive for a Pool's account for later redelivery to Customers in the Pool pursuant to Seller's Service Agreement. Such quantity shall be subject to the limitations, restrictions and other provisions contained herein.

Delivery Period - Period beginning on May 1st and ending October 31st of a calendar year.

Redelivery Period - Period beginning on November 1st of a calendar year and ending April 30th of the next calendar year.

Daily Delivery Quantity (DDQ) - The quantity of gas delivered by a Seller to the Company hereunder on any day which is in excess of the quantity of gas transported and delivered by the Company to the Pool on such day. Such quantity shall be adjusted for fuel allowances.

Daily Redelivery Quantity (DRQ) - The quantity of gas transported and delivered by the Company to a Pool hereunder on any day which is in excess of gas delivered by Seller to the Company hereunder on such day. Such quantity shall be adjusted for fuel allowances.

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY