

..DID: 8233  
..TXT: PSC NO: 12 GAS LEAF: 138.11  
COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 0  
INITIAL EFFECTIVE DATE: 06/01/99 SUPERSEDING REVISION:  
STAMPS:  
Cancelled by 1 Rev. Leaf No. 138.11 Effective 07/24/2002  
RECEIVED: 04/26/99 STATUS: Cancelled EFFECTIVE: 06/01/99

**GENERAL INFORMATION (Cont.)**

G. Calling on Security

The Company may call upon the security posted by an ESCO/Marketer/Direct Customer after providing 5 days' notice to the ESCO/Marketer/Direct Customer whenever the ESCO/Marketer Direct Customer fails to pay the Company on a timely basis, unless the ESCO/Marketer/Direct Customer makes payment in full within the 5-day notice period.

The Company may call upon the security posted by an ESCO/Marketer/Direct Customer without prior notice if the ESCO/Marketer/Direct Customer files a petition in bankruptcy (or equivalent, including the filing of an involuntary petition in bankruptcy against the ESCO/Marketer/Direct Customer) or for any reason an ESCO/Marketer ceases to provide service to its customers under the Company's program.

If an ESCO/Marketer, acting as a Billing Agent, has posted security with the Company, the Company will apply the security to the customers' delivery charges and customer late payment charges (if applicable) for any unpaid amounts due from customers.

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