Received: 10/16/2007

Status: CANCELLED Effective Date: 10/17/2007

PSC NO: 12 GAS STATEMENT TYPE: COC

COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 110

INITIAL EFFECTIVE DATE: 10/17/07

STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE **CASH OUT CHARGES**

Applicable for Cash Out Billings from September 1, 2007 through September 30, 2007 Applicable to usage under Service Classification Nos. 17 and 18 of PSC No. 12-GAS

MONTHLY AVERAGE COMMODITY COST OF GAS

PRICE PER DTH: \$ 5.9038

ACTUAL MONTHLY INCREMENTAL COST OF GAS INCLUDING DEMAND CHARGES

PRICE PER DTH: \$ 6.9532

DAILY COMMODITY COST OF GAS

PRICE PER DTH: \$ 5.9038

DAILY INCREMENTAL

COST OF GAS INCLUDING DEMAND CHARGES \$ 6.9532

PRICE PER DTH:

09/26/07 \$ 7.1300 09/27/07 \$ 6.9950

Issued by John J. Bishar, Jr., Executive Vice President, General Counsel and Secretary, Brooklyn, NY