

PSC NO: 12-GAS**STATEMENT TYPE: GAC****COMPANY: THE BROOKLYN UNION GAS COMPANY****STATEMENT NO: 89****INITIAL EFFECTIVE DATE: 01/01/06****STATEMENT OF COST OF GAS AND ADJUSTMENTS
(Issued under authority of 16 NYCRR 281.55 and 281.56)****Page 1 of 5****Applicable to Usage Under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 of PSC No. 12-GAS****Monthly Cost of Gas**

Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on December 29, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment

108.98 ¢

Gas Adjustments

108.98 x 1.0373 unaccounted for factor adjustment
The resulting gas adjustment per therm of gas is

113.05 ¢

Adjustment per therm of gas sold, pursuant to order in Case 97-G-1380 dated March 24, 1999:

Amount applicable during **January 2006** referable to transition surcharge

0.00 ¢

Transition surcharge revenue

0.00 ¢

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to refunds

0.00 ¢

Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS:

Amount applicable during **January** 2006 referable to imbalance surcharge/refund

0.00 ¢

Amount applicable during the period January 01, 2006 through **December 31, 2006** referable to the imbalance for the year ending August 31, 2005 between gas adjustment revenues and gas costs

(1.29) ¢

Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to imbalance/refund

0.00 ¢

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to Transition Costs for the projected twelve month period ending December 31, 2006

0.00 ¢

Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through January 31, 2006 referable to Research and Development Surcharge

0.17 ¢

TOTAL ADJUSTMENTS**(1.12) ¢**

Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 of PSC No. 12-GAS will be:

111.93 ¢

STATEMENT OF COST OF GAS AND ADJUSTMENTS
Applicable to Usage Under Service Classification No. 4A of PSC No. 12-GAS

Page 2 of 5

Monthly Cost of Gas

Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on December 29, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 96.22 ¢

Gas Adjustments

96.22 X 1.0373 unaccounted for factor adjustment
The resulting gas adjustment per therm of gas is 99.81 ¢

Adjustment per therm of gas sold, pursuant to Refund Provisions on General**Information Leaf No. 84 of PSC No. 12-GAS:**

Amount applicable during January 2006 referable to refunds 0.00 ¢

Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to imbalance surcharge/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through **December 31, 2006** referable to the imbalance for the year ending August 31, 2005 between gas adjustment revenues and gas costs (1.29) ¢

Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to imbalance/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to Transition Costs for the projected twelve month period ending December 31, 2006 0.00 ¢

Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to Research and Development Surcharge 0.17 ¢

TOTAL ADJUSTMENTS (1.12) ¢

Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification No. 4A of PSC No. 12-GAS will be: **98.69 ¢**

STATEMENT OF COST OF GAS AND ADJUSTMENTS
Applicable to Usage Under Service Classification No. 4A-CNG of PSC No. 12-GAS

Page 3 of 5

Monthly Cost of Gas

Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on December 29, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 99.50 ¢

Gas Adjustments

99.50 X 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is 103.21 ¢

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to refunds 0.00 ¢

Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to imbalance surcharge/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through **December 31, 2006** referable to the imbalance for the year ending August 31, 2005 between gas adjustment revenues and gas costs (1.29) ¢

Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through December **31, 2006** referable to imbalance/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to Transition Costs for the projected twelve month period ending December 31, 2005 0.00 ¢

Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to Research and Development Surcharge 0.17 ¢

TOTAL ADJUSTMENTS (1.12) ¢

Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification No. 4A-CNG of PSC No. 12-GAS will be: **102.09 ¢**

STATEMENT OF COST OF GAS AND ADJUSTMENTS
Applicable to Usage Under Service Classification No. 4B of PSC No. 12-GAS

Page 4 of 5

Monthly Cost of Gas

Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on December 29, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment

99.19 ¢

Gas Adjustments

99.19 X 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is

102.89 ¢

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to refunds

0.00 ¢

Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to imbalance surcharge/refund

0.00 ¢

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to the imbalance for the year ending August 31, 2005 between gas adjustment revenues and gas costs

(1.29) ¢

Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through December **31, 2006** referable to imbalance/refund

0.00 ¢

Amount applicable during the period January 01, 2006 through January 31, 2006 referable to Transition Costs for the projected twelve month period ending December 31, 2006

0.00 ¢

Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to Research and Development Surcharge

0.17 ¢

TOTAL ADJUSTMENTS

(1.12) ¢

Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification No. 4B of PSC No. 12-GAS will be:

101.77 ¢

STATEMENT OF COST OF GAS AND ADJUSTMENTS
Applicable to Usage Under Service Classification Nos. 7 and 14 of PSC No. 12-GAS

Page 5 of 5

Monthly Cost of Gas

Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on December 29, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 92.10 ¢

Gas Adjustments

92.10 x 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is 95.54 ¢

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to refunds 0.00 ¢

Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS:

Amount applicable during January 2006 referable to imbalance surcharge/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to the imbalance for the year ending August 31, 2005 between gas adjustment revenues and gas costs (1.29) ¢

Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to imbalance/refund 0.00 ¢

Amount applicable during the period January 01, 2006 through December 31, 2006 referable to Transition Costs for the projected twelve month period ending December 31, 2006 0.00 ¢

Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS:

Amount applicable during the period January 01, 2006 through **January 31, 2006** referable to Research and Development Surcharge 0.17 ¢

TOTAL ADJUSTMENTS (1.12) ¢

Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification Nos. 7 and 14 of PSC No. 12-GAS will be: **94.42 ¢**

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