

PSC NO: 12 GAS**STATEMENT TYPE: COC****COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 85****INITIAL EFFECTIVE DATE: 09/14/05****STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE****CASH OUT CHARGES**Applicable for Cash Out Billings from **August 1, 2005** through **August 31, 2005**

Applicable to usage under Service Classification Nos. 16, 17 and 18 of PSC No. 12-GAS

MONTHLY AVERAGE COMMODITY**COST OF GAS****PRICE PER DTH:** \$ 7.5926**ACTUAL MONTHLY INCREMENTAL****COST OF GAS INCLUDING DEMAND CHARGES****PRICE PER DTH:** \$ 8.8436**DAILY COMMODITY****COST OF GAS****PRICE PER DTH:** \$ 7.5926**DAILY INCREMENTAL****COST OF GAS INCLUDING DEMAND CHARGES**

\$ 8.8436

PRICE PER DTH:******* For the following dates the Daily Incremental Cost of Gas is:**

08/02/05	\$8.845	08/17/05	\$10.515
08/03/05	\$9.310	08/18/05	\$10.750
08/04/05	\$9.740	08/19/05	\$9.890
08/05/05	\$9.430	08/20/05	\$9.680
08/06/05	\$9.240	08/21/05	\$9.680
08/07/05	\$9.240	08/22/05	\$9.680
08/08/05	\$9.240	08/23/05	\$10.115
08/09/05	\$9.730	08/24/05	\$10.655
08/10/05	\$9.405	08/25/05	\$10.565
08/11/05	\$9.695	08/26/05	\$10.280
08/12/05	\$10.170	08/27/05	\$10.320
08/13/05	\$10.370	08/28/05	\$10.320
08/14/05	\$10.370	08/29/05	\$10.320
08/15/05	\$10.370	08/30/05	\$13.505
08/16/05	\$10.235	08/31/05	\$13.705

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