PSC NO: 12 GAS COMPANY: THE BROOKLYN UNION GAS COMPANY INITIAL EFFECTIVE DATE: 08/03/04

STATEMENT TYPE: NGV

STATEMENT NO: 72

STATEMENT OF NGV RATES Applicable to Usage Under Service Classification No. 14 (Rate 2 and 3) of P.S.C. No. 12-GAS

<u>GASO</u> I.	DLINE Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the August 2004 New York Harbor Unleaded Gasoline futures	Cents per Equivalent Gallon	Cents per <u>Therm</u>
н.	contract plus \$.20 per gallon Discounted Rates Customers who have guaranteed that compressed natural gas will comprise at least 80% of the estimated annual fuel usage of its NGVs will receive a 15% discount during August 2004	149.95 127.46	117.15 99.58
	Customers who have not guaranteed usage will receive a 5% discount during August 2004	142.45	111.29
<u>DIESE</u> I.	EL Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the August 2004 New York Harbor Heating Oil futures contract plus \$.20 per gallon	135.68	106.00
II.	Discounted Rates Customers who have guaranteed that compressed natural gas will comprise at least 80% of the estimated annual fuel usage of its NGVs will receive a 15% discount during August 2004	115.33	90.10
	Customers who have not guaranteed usage will receive a 5% discount during August 2004	128.90	100.70
<u>FL00</u>	<u>R PRICE</u> Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	\$5.40 per Dth \$1.00 per Dth	
	Total Floor Price	81.92	64.00

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