

**PSC NO: 12 GAS**  
**COMPANY: THE BROOKLYN UNION GAS COMPANY**  
**INITIAL EFFECTIVE DATE: 07/03/04**

**STATEMENT TYPE: NGV**  
**STATEMENT NO: 71**

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

<b><u>GASOLINE</u></b>	<b><u>Cents per</u></b>	<b><u>Cents per</u></b>
	<b><u>Equivalent Gallon</u></b>	<b><u>Therm</u></b>
<b>I. Base Rate</b>		
The equivalent gallon gasoline price set at the final expiration settling price of the <b>July 2004</b> New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon	135.62	105.95
<b>II. Discounted Rates</b>		
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 <b>15%</b> discount during <b>July 2004</b>	115.28	90.06
Customers who have not guaranteed usage will receive a <b>5%</b> discount during <b>July 2004</b>	128.84	100.66
<b><u>DIESEL</u></b>		
<b>I. Base Rate</b>		
The equivalent gallon gasoline price set at the final expiration settling price of the <b>July 2004</b> New York Harbor Heating Oil futures contract plus \$.20 per gallon	120.55	94.18
<b>II. Discounted Rates</b>		
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 <b>15%</b> discount during <b>July 2004</b>	102.47	80.05
Customers who have not guaranteed usage will receive a <b>5%</b> discount during <b>July 2004</b>	114.52	89.47
<b><u>FLOOR PRICE</u></b>		
Cost of Gas, as determined by the Company	\$5.10 per Dth	
Estimated Compressor Electric Running Costs	\$1.00 per Dth	
Total Floor Price	78.03	61.00

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