Status: CANCELLED Effective Date: 09/03/2004

PSC NO: 12 GAS COMPANY: THE BROOKLYN UNION GAS COMPANY INITIAL EFFECTIVE DATE: 09/03/04 STATEMENT TYPE: NGV STATEMENT NO: 73

THAL EFFECTIVE DATE: 07/03/0-

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

GASO I.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the September 2004 New York Harbor Unleaded Gasoline futures	Cents per Equivalent Gallon	Cents per <u>Therm</u>
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 September 2004	132.88 112.95	103.81 88.24
	Customers who have not guaranteed usage will receive a 5% discount during September 2004	126.24	98.62
DIESE I.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the September 2004 New York Harbor Heating Oil futures contract plus \$.20 per gallon	131.06	102.39
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 September 2004	111.40	87.03
	Customers who have not guaranteed usage will receive a 5% discount during September 2004	124.51	97.27
FL00	R PRICE Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	\$4.46 per Dth \$1.00 per Dth	
	Total Floor Price	69.85	5.460

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