Received: 09/04/2001 Status: CANCELLED Effective Date: 09/05/2001

..DID: 16654

..TXT: PSC NO: 12 GAS STATEMENT TYPE: NGV

COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 37

INITIAL EFFECTIVE DATE: 09/05/01

STAMPS:

Cancelled by Statement NGV Number 38 Effective 10/03/2001

RECEIVED: 09/04/01 STATUS: Cancelled RECEIVED: 09/04/01 STATUS: Cancelled EFFECTIVE: 09/05/01 RECEIVED: 09/04/01 STATUS: Effective EFFECTIVE: 09/05/01 RECEIVED: 09/04/01 STATUS: Pending EFFECTIVE: 09/05/01

STATEMENT OF NGV RATES

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

GASC I.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the September	Cents per Equivalent Gallon	Cents Ther	
II.	2001 New York Harbor Unleaded Gasoline futures 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 September 2001	100.57 85.48	78.51	66.78
	Customers who have not guaranteed usage will receive a 5% discount during September 2001	95.54	74.64	
<u>DIESEL</u>				
l.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the September 2001 New York Harbor Heating Oil futures contract plus \$.20 per gallon	96.63	75.49	
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 2001	82.14		64.17
	Customers who have not guaranteed usage will receive a 5% discount during September 2001	91.80	71.72	
FL00	Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	\$2.58 dth \$1.00 per Dth		
	Total Floor Price	45.82	35.80	

Issued by Richard A. Rapp, Jr., Vice President, Deputy General Counsel and Secretary, Brooklyn, NY