Received: 02/04/2002 Status: CANCELLED Effective Date: 02/06/2002

..DID: 18280

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

COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 42

INITIAL EFFECTIVE DATE: 02/06/02

STAMPS:

Cancelled by Statement NGV Number 43 Effective 03/03/2002

RECEIVED: 02/04/02 STATUS: Cancelled EFFECTIVE: 02/06/02

STATEMENT OF NGV RATES Applicable to Usage Under Service Classification No. 14 (Rate 2 and 3) of P.S.C. No. 13-GAS

GASC I.	DLINE Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the February 2002 New York Harbor Unleaded Gasoline futures	Cents per Equivalent Gallon 75.92	Cents per Therm
II.	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 February 2002	64.53	59.31 50.42
	Customers who have not guaranteed usage will receive a 5% discount during February 2002	72.12	56.35
<u>DIESE</u> I.	EL Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the February 2002 New York Harbor Heating Oil futures contract plus \$.20 per gallon	72.29	56.48
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 February 2002	61.45	48.01
	Customers who have not guaranteed usage will receive a 5% discount during February 2002	68.68	53.65
FLO0	OR PRICE Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	2.74 dth \$1.00 per Dth	
	Total Floor Price	47.87	37.40

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