Status: CANCELLED Effective Date: 09/03/2008

PSC NO: 12 GAS COMPANY: THE BROOKLYN UNION GAS COMPANY INITIAL EFFECTIVE DATE: 09/03/08 STATEMENT TYPE: NGV STATEMENT NO: 121

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 2008 New York Harbor Unleaded Gasoline futures	Cents per Equivalent Gallon	Cents per <u>Therm</u>
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 September 2008	320.99 272.84	250.77
	Customers who have not guaranteed usage will receive a 5% discount during September 2008	304.94	238.23
DIESE I.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the September 2008 New York Harbor Heating Oil futures contract plus \$.20 per gallon	338.19	264.21
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 2008	287.46	224.58
	Customers who have not guaranteed usage will receive a 5% discount during September 2008	321.28	251.00
FLOO	PRICE Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	\$9.439 per Dth \$1.00 per Dth	
	Total Floor Price	133.61	104.39

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