

PSC NO: 12-GAS
COMPANY: THE BROOKLYN UNION GAS COMPANY
INITIAL EFFECTIVE DATE: 07/01/07

STATEMENT TYPE: GAC
STATEMENT NO: 107

STATEMENT OF COST OF GAS AND ADJUSTMENTS
(Issued under authority of 16 NYCRR 281.55 and 281.56)

(PAGE 1 OF 5)

Applicable to Usage Under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 of P.S.C. No. 12-GAS

Monthly Cost of Gas

| | |
|--|---------|
| Monthly cost of gas per therm as defined on General Information Leaf No. 68 of P.S.C. No. 12-GAS determined on June 28, 2007 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment | 85.13 ¢ |
|--|---------|

Gas Adjustments

| | |
|--|----------------|
| 85.13 x 1.0373 unaccounted for factor adjustment The resulting gas adjustment per therm of gas is | 88.31 ¢ |
|--|----------------|

Adjustment per therm of gas sold, pursuant to order in Case 97-G-1380 dated March 24, 1999:

| | |
|--|--------|
| Amount applicable during July 2007 referable to transition surcharge | 0.00 ¢ |
| Transition surcharge revenue | 0.00 ¢ |

Adjustment per therm of gas sold, pursuant to "Refund Provisions" on General Information Leaf No. 84 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during July 2007 referable to refunds | 0.00 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Cost of Gas Imbalance Surcharge or Refund Provisions" on General Information Leaf No. 75 of P.S.C. No. 12-GAS:

| | |
|---|----------|
| Amount applicable during July 2007 referable to imbalance surcharge/refund | 0.00 ¢ |
| Amount applicable during the period March 01, 2007 through December 31, 2007 referable to the imbalance for the year ending August 31, 2006 between gas adjustment revenues and gas costs plus interest | (0.95) ¢ |

Adjustment per therm of gas sold pursuant to "Pipeline Transition Costs" on General Information Leaf No. 86 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during the period January 01, 2007 through December 31, 2007 referable to imbalance/refund | 0.00 ¢ |
| Amount applicable during the period July 01, 2007 through December 31, 2007 referable to Transition Costs for the projected twelve month period ending December 31, 2007 | 0.00 ¢ |

Adjustment per therm of gas sold pursuant to "Research & Development Surcharge" on General Leaf No. 90 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through July 31, 2007 referable to Research & Development Surcharge | 0.10 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Capacity Release Surcharge Adjustment" on Leaf No. 72 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through October 31, 2007. | 0.00 ¢ |
|---|--------|

| | |
|--------------------------|-----------------|
| TOTAL ADJUSTMENTS | (0.85) ¢ |
|--------------------------|-----------------|

| | |
|--|----------------|
| Commencing with usage on or after the effective date of this statement and thereafter until changed, the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1 B-DG, 2, 3 and 21 of PSC No. 12-GAS will be: | 87.46 ¢ |
|--|----------------|

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

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Applicable to Usage Under Service Classification No. 4A of P.S.C. No. 12-GAS

Monthly Cost of Gas

| | |
|--|---------|
| Monthly cost of gas per therm as defined on General Information Leaf No. 68 of P.S.C. No. 12-GAS determined on June 28, 2007 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment | 74.88 ¢ |
|--|---------|

Gas Adjustments

| | |
|--|----------------|
| 74.88 x 1.0373 unaccounted for factor adjustment | |
| The resulting gas adjustment per therm of gas is | 77.68 ¢ |

Adjustment per therm of gas sold, pursuant to "Refund Provisions" on General Information Leaf No. 84 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during July 2007 referable to refunds | 0.00 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Cost of Gas Imbalance Surcharge or Refund Provisions" on General Information Leaf No. 75 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during July 2007 referable to imbalance surcharge/refund | 0.00 ¢ |
|--|--------|

| | |
|---|----------|
| Amount applicable during the period March 01, 2007 through December 31, 2007 referable to the imbalance for the year ending August 31, 2006 between gas adjustment revenues and gas costs plus interest | (0.95) ¢ |
|---|----------|

Adjustment per therm of gas sold pursuant to "Pipeline Transition Costs" on General Information Leaf No. 86 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during the period January 01, 2007 through December 31, 2007 referable to imbalance/refund | 0.00 ¢ |
|--|--------|

| | |
|--|--------|
| Amount applicable during the period July 01, 2007 through December 31, 2007 referable to Transition Costs for the projected twelve month period ending December 31, 2007 | 0.00 ¢ |
|--|--------|

Adjustment per therm of gas sold pursuant to "Research & Development Surcharge" on General Leaf No. 90 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through July 31, 2007 referable to Research & Development Surcharge | 0.10 ¢ |
|---|--------|

| | |
|--------------------------|-----------------|
| TOTAL ADJUSTMENTS | (0.85) ¢ |
|--------------------------|-----------------|

| | |
|--|----------------|
| Commencing with usage on or after the effective date of this statement and thereafter until changed, the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification 4A of P.S.C. No. 12-GAS will be: | 76.83 ¢ |
|--|----------------|

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Applicable to Usage Under Service Classification No. 4A-CNG of P.S.C. No. 12-GAS

Monthly Cost of Gas

| | |
|--|---------|
| Monthly cost of gas per therm as defined on General Information Leaf No. 68 of P.S.C. No. 12-GAS determined on June 28, 2007 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment | 78.16 ¢ |
|--|---------|

Gas Adjustments

| | |
|--|----------------|
| 78.16 x 1.0373 unaccounted for factor adjustment | |
| The resulting gas adjustment per therm of gas is | 81.08 ¢ |

Adjustment per therm of gas sold, pursuant to "Refund Provisions" on General Information Leaf No. 84 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during July 2007 referable to refunds | 0.00 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Cost of Gas Imbalance Surcharge or Refund Provisions" on General Information Leaf No. 75 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during July 2007 referable to imbalance surcharge/refund | 0.00 ¢ |
|--|--------|

| | |
|---|----------|
| Amount applicable during the period March 01, 2007 through December 31, 2007 referable to the imbalance for the year ending August 31, 2006 between gas adjustment revenues and gas costs plus interest | (0.95) ¢ |
|---|----------|

Adjustment per therm of gas sold pursuant to "Pipeline Transition Costs" on General Information Leaf No. 86 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during the period January 01, 2007 through December 31, 2007 referable to imbalance/refund | 0.00 ¢ |
|--|--------|

| | |
|--|--------|
| Amount applicable during the period July 01, 2007 through December 31, 2007 referable to Transition Costs for the projected twelve month period ending December 31, 2007 | 0.00 ¢ |
|--|--------|

Adjustment per therm of gas sold pursuant to "Research & Development Surcharge" on General Leaf No. 90 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through July 31, 2007 referable to Research & Development Surcharge | 0.10 ¢ |
|---|--------|

| | |
|--------------------------|-----------------|
| TOTAL ADJUSTMENTS | (0.85) ¢ |
|--------------------------|-----------------|

| | |
|--|----------------|
| Commencing with usage on or after the effective date of this statement and thereafter until changed, the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification 4A-CNG of P.S.C. No. 12-GAS will be: | 80.23 ¢ |
|--|----------------|

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Applicable to Usage Under Service Classification No. 4B of P.S.C. No. 12-GAS

Monthly Cost of Gas

| | |
|--|---------|
| Monthly cost of gas per therm as defined on General Information Leaf No. 68 of P.S.C. No. 12-GAS determined on June 28, 2007 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment | 77.85 ¢ |
|--|---------|

Gas Adjustments

| | |
|--|----------------|
| 77.85 x 1.0373 unaccounted for factor adjustment | |
| The resulting gas adjustment per therm of gas is | 80.76 ¢ |

Adjustment per therm of gas sold, pursuant to "Refund Provisions" on General Information Leaf No. 84 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during July 2007 referable to refunds | 0.00 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Cost of Gas Imbalance Surcharge or Refund Provisions" on General Information Leaf No. 75 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during July 2007 referable to imbalance surcharge/refund | 0.00 ¢ |
|--|--------|

| | |
|---|----------|
| Amount applicable during the period March 01, 2007 through December 31, 2007 referable to the imbalance for the year ending August 31, 2006 between gas adjustment revenues and gas costs plus interest | (0.95) ¢ |
|---|----------|

Adjustment per therm of gas sold pursuant to "Pipeline Transition Costs" on General Information Leaf No. 86 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during the period January 01, 2007 through December 31, 2007 referable to imbalance/refund | 0.00 ¢ |
|--|--------|

| | |
|--|--------|
| Amount applicable during the period July 01, 2007 through December 31, 2007 referable to Transition Costs for the projected twelve month period ending December 31, 2007 | 0.00 ¢ |
|--|--------|

Adjustment per therm of gas sold pursuant to "Research & Development Surcharge" on General Leaf No. 90 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through July 31, 2007 referable to Research & Development Surcharge | 0.10 ¢ |
|---|--------|

| | |
|--------------------------|-----------------|
| TOTAL ADJUSTMENTS | (0.85) ¢ |
|--------------------------|-----------------|

| | |
|---|----------------|
| Commencing with usage on or after the effective date of this statement and thereafter until changed, the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification 4B of P.S.C. No. 12-GAS will be | 79.91 ¢ |
|---|----------------|

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Applicable to Usage Under Service Classification Nos. 7 and 14 of P.S.C. No. 12-GAS

Monthly Cost of Gas

| | |
|--|---------|
| Monthly cost of gas per therm as defined on General Information Leaf No. 68 of P.S.C. No. 12-GAS determined on June 28, 2007 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment | 73.27 ¢ |
|--|---------|

Gas Adjustments

| | |
|--|----------------|
| 73.27 x 1.0373 unaccounted for factor adjustment | |
| The resulting gas adjustment per therm of gas is | 76.00 ¢ |

Adjustment per therm of gas sold, pursuant to "Refund Provisions" on General Information Leaf No. 84 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during July 2007 referable to refunds | 0.00 ¢ |
|---|--------|

Adjustment per therm of gas sold pursuant to "Cost of Gas Imbalance Surcharge or Refund Provisions" on General Information Leaf No. 75 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during July 2007 referable to imbalance surcharge/refund | 0.00 ¢ |
|--|--------|

| | |
|---|----------|
| Amount applicable during the period March 01, 2007 through December 31, 2007 referable to the imbalance for the year ending August 31, 2006 between gas adjustment revenues and gas costs plus interest | (0.95) ¢ |
|---|----------|

Adjustment per therm of gas sold pursuant to "Pipeline Transition Costs" on General Information Leaf No. 86 of P.S.C. No. 12-GAS:

| | |
|--|--------|
| Amount applicable during the period January 01, 2007 through December 31, 2007 referable to imbalance/refund | 0.00 ¢ |
|--|--------|

| | |
|--|--------|
| Amount applicable during the period July 01, 2007 through December 31, 2007 referable to Transition Costs for the projected twelve month period ending December 31, 2007 | 0.00 ¢ |
|--|--------|

Adjustment per therm of gas sold pursuant to "Research & Development Surcharge" on General Leaf No. 90 of P.S.C. No. 12-GAS:

| | |
|---|--------|
| Amount applicable during the period July 01, 2007 through July 31, 2007 referable to Research & Development Surcharge | 0.10 ¢ |
|---|--------|

| | |
|--------------------------|-----------------|
| TOTAL ADJUSTMENTS | (0.85) ¢ |
|--------------------------|-----------------|

| | |
|---|----------------|
| Commencing with usage on or after the effective date of this statement and thereafter until changed, the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification 7 and 14 of P.S.C. No. 12-GAS will be | 75.15 ¢ |
|---|----------------|

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