

PSC NO: 12 GAS**STATEMENT TYPE: UTSC****COMPANY: THE BROOKLYN UNION GAS COMPANY****STATEMENT NO: 111****INITIAL EFFECTIVE DATE: 10/01/07****STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE CHARGES**
Applicable to Usage Under Service Classification Nos. 17, 18 and 19**P.S.C. No. 12-GAS**

Page 1 of 3

- I. Transportation Adjustment applicable to all customers served under Service Classification Nos. 17 and 18. Surcharges/Refunds are per therm of gas to be applied to all transportation quantities.

Transition Cost Surcharge (SC17-1A, SC17-1AR)	(\$0.0000)*
Transition Cost Surcharge (SC17-1B, SC17-1BR, SC17-2, SC17-3, SC21-1, SC21-2, SC21-3)	(\$0.0000)*
Transition Cost Surcharge (SC17-4A, SC17-4A-CNG)	(\$0.0000)
Transition Cost Surcharge (SC17-4B)	(\$0.0000)
Transition Cost Surcharge (SC17-7)	(\$0.0000)
Transition Cost Surcharge (SC18-5A)	\$0.0000
Pipeline Refund	(\$0.0000)
Daily Penalty Refund	\$0.0000
Research and Development Surcharge	\$0.0010
Merchant Function Backout Credit (excluding SC17-21-1, SC17-21-2 SC17-21-3)	(\$0.0210)
Capacity Release Surcharge Adjustment (SC17-1A, SC17-1AR, SC17-1B, SC17-1BR, SC17-2, SC17-3, SC21-1, SC21-2, SC21-3)	\$0.0001

* Includes Transition Surcharge of \$.0000

II. **System Use and Losses:**

Applicable to all customers served under Service Classification Nos. 17, 18 and 19. Percentage to be applied to the quantity of gas delivered to the Company by a transporter for the account of the customer, as determined as of August 31, 1994.

Customers Served Under S.C. Nos. 17, 18 and 19
3.00%

STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE CHARGES

Page 2 of 3

- III. Charges applicable to customers served under Service Classification No. 17 and Sellers served under Service Classification No. 19 who have established a Pool of transportation customers which includes Service Classification No. 17 customers.

A. Daily Swing Service Demand Charge: \$0.0101 per therm

The Company's weighted average per therm cost of firm pipeline and storage capacity upstream of the city gate used to provide balancing.

- IV. Charges applicable to customers served under Service Classification No. 18 and Sellers served under Service Classification No. 19 who have established a Pool of transportation customers which includes Service Classification No. 18 customers.

A. Standby Gas Demand Charge: \$0.0000 per therm

The Company's weighted average per therm cost of pipeline and storage capacity upstream of the city gate in the event a Marketer is no longer able to fulfill delivery commitments to customers.

STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE CHARGES

Page 3 of 3

- V. Posted Monthly Rates Applicable to customers served under Transportation Service Rates TS-6C, TS-6G, and TS-6M who have entered into a Transportation Service Agreement, as of the effective date of this statement.

Temperature Controlled Transportation Service	Minimum Monthly Bill Applicable to First 10 Therms or Less	Variable Monthly Rate Applicable to Transport Volumes over 10 Therms Dollars per Therm
TS-6C (Commercial) Rate 1	\$ 187.37	\$0.4113
TS-6C (Commercial) Rate 2	\$ 292.32	\$0.4113
TS-6C (Commercial) (PBT Exempt) Rate 1	\$187.37	\$0.4113
TS-6C (Commercial) (PBT Exempt) Rate 2	\$292.32	\$0.4113
TS-6G (Government) Rate 1	\$187.37	\$0.4113
TS-6G (Government) Rate 2	\$292.32	\$0.4113
TS-6M (Multi-Family) Rate 1	\$187.37	\$0.4113
TS-6M (Multi-Family) Rate 2	\$187.37	\$0.4113
TS-6M (Multi-Family) Rate 3	\$292.32	\$0.4113
TS-6M (Multi-Family) Rate 4	\$292.32	\$0.4113

- VI. Posted Monthly Rates Applicable to customers served under Transportation Service Rate TS-5A who have entered into a Transportation Service Agreement, as of the effective date of this statement.

Interruptible Transportation Service	Variable Monthly Rate Applicable to First 500,000 Therms Transported	Variable Monthly Rate Applicable to Transport Volumes over 500,000 Therms Dollars per Therm
TS-5A - Monthly Rate	\$.319	\$.050
TS-5A - Monthly Rate PBT Exempt	\$.319	\$.050

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