

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

INITIAL EFFECTIVE DATE: 09/03/06

STATEMENT TYPE: NGV

STATEMENT NO: 97

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

GASOLINE**I. Base Rate**

The equivalent gallon gasoline price set at the final expiration settling price of the **September 2006** New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon

Cents per
Equivalent Gallon**Cents per**
Therm

195.04

152.38

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 2006**

165.78

129.52

Customers who have not guaranteed usage will receive a **5%** discount during **September 2006**

185.29

144.76

DIESEL**I. Base Rate**

The equivalent gallon gasoline price set at the final expiration settling price of the **September 2006** New York Harbor Heating Oil futures contract plus \$.20 per gallon

215.42

168.30

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 2006**

183.11

143.05

Customers who have not guaranteed usage will receive a **5%** discount during **September 2006**

204.65

159.88

FLOOR PRICE

Cost of Gas, as determined by the Company
 Estimated Compressor Electric Running Costs

\$7.322 per Dth
 \$1.00 per Dth

Total Floor Price

106.52

83.22

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