Received: 01/03/2006

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PSC NO: 12 GASCOMPANY: THE BROOKLYN UNION GAS COMPANY

STATEMENT TYPE: NGV STATEMENT NO: 89

INITIAL EFFECTIVE DATE: 01/04/06

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

GASO I.	Base Rate The equivalent gallon gasoline price set at the	Cents per <u>Equivalent Gallon</u>	Cents per <u>Therm</u>
	final expiration settling price of the January 2006 New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon	192.50	150.39
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 January 2006	163.63	127.83
	Customers who have not guaranteed usage will receive a 5% discount during January 2006	182.88	142.87
<u>DIESE</u> I.	Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the January 2006 New York Harbor Heating Oil futures contract plus \$.20 per gallon	196.40	153.44
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 January 2006	166.94	130.42
	Customers who have not guaranteed usage will receive a 5% discount during January 2006	186.58	145.77
FLOOI	R PRICE Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs	\$9.442 per Dth \$1.00 per Dth	
	Total Floor Price	133.66	104.42

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