

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

INITIAL EFFECTIVE DATE: 02/03/05

STATEMENT TYPE: NGV

STATEMENT NO: 78

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 **February 2005** New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon

Cents per
Equivalent Gallon**Cents per**
Therm

151.77

118.57

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 **February 2005**

129.00

100.78

Customers who have not guaranteed usage will receive a **5%** discount during **February 2005**

144.18

112.64

DIESEL**I. Base Rate**

The equivalent gallon gasoline price set at the final expiration settling price of the **February 2005** New York Harbor Heating Oil futures contract plus \$.20 per gallon

153.08

119.59

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 **February 2005**

130.12

101.65

Customers who have not guaranteed usage will receive a **5%** discount during **February 2005**

145.43

113.61

FLOOR PRICE

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

\$6.79 per Dth
 \$1.00 per Dth

Total Floor Price

99.69

77.90

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