

PSC NO: 12 GAS**STATEMENT TYPE: COC****COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 86****INITIAL EFFECTIVE DATE: 10/07/05****STATEMENT OF UNBUNDLED TRANSPORTATION SERVICE
CASH OUT CHARGES**Applicable for Cash Out Billings from **September 1, 2005** through **September 30, 2005**

Applicable to usage under Service Classification Nos. 16, 17 and 18 of PSC No. 12-GAS

MONTHLY AVERAGE COMMODITY**COST OF GAS****PRICE PER DTH: \$10.8568****ACTUAL MONTHLY INCREMENTAL****COST OF GAS INCLUDING DEMAND CHARGES****PRICE PER DTH: \$12.2049****DAILY COMMODITY****COST OF GAS****PRICE PER DTH: \$10.8568****DAILY INCREMENTAL****COST OF GAS INCLUDING DEMAND CHARGES****PRICE PER DTH: \$12.2049********* For the following dates the Daily Incremental Cost of Gas is:**

09/01/05	\$14.485	09/22/05	\$16.085
09/02/05	\$12.605	09/23/05	\$16.770
09/03/05	\$12.450	09/24/05	\$16.770
09/04/05	\$12.450	09/25/05	\$16.770
09/05/05	\$12.450	09/26/05	\$16.770
09/06/05	\$12.450	09/27/05	\$14.930
09/07/05	\$12.285	09/28/05	\$14.210
09/16/05	\$12.430	09/29/05	\$14.255
09/20/05	\$13.485	09/30/05	\$15.590
09/21/05	\$14.530		

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