PSC NO: 12-GASSTATEMENT TYPE: GACCOMPANY: THE BROOKLYN UNION GAS COMPANYSTATEMENT NO: 85INITIAL EFFECTIVE DATE: 09/01/05STATEMENT NO: 85

STATEMENT OF COST OF GAS AND ADJUSTMENTS (Issued under authority of 16 NYCRR 281.55 and 281.56)

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Applicable to Usage Under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 of PSC No. 12-GAS

Monthly Cost of Gas Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on August 30, 2005 by applying the Monthly Cost of	
Gas which is or will be in effect on the effective date of the gas adjustment	123.35
Gas Adjustments 123.35 x 1.0373 unaccounted for factor adjustment	
The resulting gas adjustment per therm of gas is	127.95
Adjustment per therm of gas sold, pursuant to order in Case 97-G-1380 dated March 24, 1999:	
Amount applicable during September 2005 referable to	
transition surcharge	0.00¢
Transition surcharge revenue	0.00¢
Adjustment per therm of gas sold, pursuant to <u>Refund</u> <u>Provisions</u> on General Information Leaf No. 84 of PSC No. 12-GAS:	
Amount applicable during September 2005 referable to refunds	0.00¢
Adjustment per therm of gas sold pursuant to <u>Cost of Gas Imbalance Surcharge</u> <u>or Refund Provisions</u> on General Information Leaf No. 75 of PSC No. 12-GAS:	
Amount applicable during September 2005 referable to imbalance surcharge/refund	0.00¢
Amount applicable during the period January 01, 2005 through December 31, 2005 referable to the imbalance for the year ending August 31, 2004 between gas adjustment revenues and gas costs	3.07 ¢
Adjustment per therm of gas sold pursuant to <u>Pipeline</u> <u>Transition</u> <u>Costs</u> on General	
Information Leaf No. 86 of PSC No. 12-GAS: Amount applicable during the period January 01, 2005	
through December 31, 2005 referable to imbalance/refund	0.00¢
Amount applicable during the period September 01, 2005	
through December 31, 2005 referable to Transition Costs	0.00 ¢
for the projected twelve month period ending December 31, 2005	0.00 ¢
Adjustment per therm of gas sold pursuant to <u>Research & Development</u> <u>Surcharge</u> on General Information Leaf No. 90 of PSC No. 12-GAS:	
Amount applicable during the period September 01, 2005 through September 30, 2005 referable to Research and Development Surcharge	0.17 ¢
TOTAL ADJUSTMENTS Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under	3.24 ¢
Service Classification Nos. 1A ,1AR, 1B, 1BI, 1BR, 1B-DG, 2, 3 and 21 of PSC No. 12-GAS will be:	131.19 ¢

STATEMENT OF COST OF GAS AND ADJUSTMENTS

Applicable to Usage Under Service Classification No. 4A of PSC No. 12-GAS

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Monthly Cost of Gas				
	Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on August 30, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment	110.56 ¢		
Gas Adju	Gas Adjustments			
	79.86 X 1.0373 unaccounted for factor adjustment The resulting gas adjustment per therm of gas is	114.69 ¢		
	Adjustment per therm of gas sold, pursuant to <u>Refund Provisions</u> on General			
Information Leaf No. 84 of PSC No. 12-GAS:				
	Amount applicable during September 2005 referable to refunds	0.00¢		
Adjustment per therm of gas sold pursuant to <u>Cost of Gas Imbalance Surcharge</u> <u>or Refund Provisions</u> on General Information Leaf No. 75 of PSC No. 12-GAS:				
	Amount applicable during September 2005 referable to			
	imbalance surcharge/refund	0.00¢		
	Amount applicable during the period September 01, 2005 through December 31, 2005 referable to the imbalance for the year ending August 31, 2004 between gas adjustment revenues			
	and gas costs	3.07¢		
Adjustment per therm of gas sold pursuant to <u>Pipeline</u> <u>Transition</u> <u>Costs</u> on General Information Leaf No. 86 of PSC No. 12-GAS:				
	Amount applicable during the period January 01, 2005 through December 31, 2005 referable to imbalance/refund	0.00 ¢		
	Amount applicable during the period September 01, 2005 through December 31, 2005 referable to Transition Costs			
	for the projected twelve month period ending December 31, 2005	0.00¢		
Adjustment per therm of gas sold pursuant to <u>Research & Development</u> <u>Surcharge</u> on General Information Leaf No. 90 of PSC No. 12-GAS:				
	Amount applicable during the period September 01, 2005 through September 30, 2005 referable to Research and Development Surcharge	0.17 ¢		
	TOTAL ADJUSTMENTS	3.24 ¢		
	Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under			
	Service Classification No. 4A of PSC No. 12-GAS will be:	117.93 ¢		

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STATEMENT OF COST OF GAS AND ADJUSTMENTS

Applicable to Usage Under Service Classification No. 4A-CNG of PSC No. 12-GAS

Monthly Cost of Gas Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on July 28, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 113.84 ¢ **Gas Adjustments** 113.84 X 1.0373 unaccounted for factor adjustment The resulting gas adjustment per therm of gas is 118.09¢ Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS: Amount applicable during September 2005 referable to refunds 0.00¢ Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS: Amount applicable during September 2005 referable to imbalance surcharge/refund 0.00¢ Amount applicable during the period September 01, 2005 through December 31, 2005 referable to the imbalance for the year ending August 31, 2004 between gas adjustment revenues and gas costs 3.07 ¢ Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS: Amount applicable during the period January 01, 2005 through December 31, 2005 referable to imbalance/refund 0.00¢ Amount applicable during the period August 01, 2005 through December 31, 2005 referable to Transition Costs 0.00 ¢ for the projected twelve month period ending December 31, 2005 Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS: Amount applicable during the period September 01, 2005 through September 30, 2005 referable to Research and Development Surcharge 0.17 ¢ TOTAL ADJUSTMENTS 3.24 ¢ Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification No. 4A-CNG of PSC No. 12-GAS will be: 121.33 ¢

STATEMENT OF COST OF GAS AND ADJUSTMENTS

Applicable to Usage Under Service Classification No. 4B of PSC No. 12-GAS

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Monthly Cost of Gas

	Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on August 30, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment	113.53 ¢	
Gas Adj	ustments		
	113.53 X 1.0373 unaccounted for factor adjustment The resulting gas adjustment per therm of gas is	117.77 ¢	
Adjustment per therm of gas sold, pursuant to <u>Refund</u> <u>Provisions</u> on General Information Leaf No. 84 of PSC No. 12-GAS:			
	Amount applicable during September 2005 referable to refunds	0.00¢	
Adjustment per therm of gas sold pursuant to <u>Cost of Gas Imbalance Surcharge</u> <u>or Refund Provisions</u> on General Information Leaf No. 75 of PSC No. 12-GAS:			
	Amount applicable during September 2005 referable to imbalance surcharge/refund	0.00¢	
	Amount applicable during the period September 01, 2005 through December 31, 2005 referable to the imbalance for the year ending August 31, 2004 between gas adjustment revenues and gas costs	3.07¢	
Adjustment per therm of gas sold pursuant to <u>Pipeline</u> <u>Transition</u> <u>Costs</u> on General Information Leaf No. 86 of PSC No. 12-GAS:			
	Amount applicable during the period January 01, 2005 through December 31, 2005 referable to imbalance/refund	0.00¢	
	Amount applicable during the period September 01, 2005 through December 31, 2005 referable to Transition Costs for the projected twelve month period ending December 31, 2004	0.00 ¢	
Adjustment per therm of gas sold pursuant to <u>Research & Development</u> <u>Surcharge</u> on General Information Leaf No. 90 of PSC No. 12-GAS:			
	Amount applicable during the period September 01, 2005 through September 30, 2005 referable to Research and Development Surcharge	0.17 ¢	
	TOTAL ADJUSTMENTS	3.24 ¢	
	Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under		
	Service Classification No. 4B of PSC No. 12-GAS will be:	121.01 ¢	

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STATEMENT OF COST OF GAS AND ADJUSTMENTS

Applicable to Usage Under Service Classification Nos. 7 and 14 of PSC No. 12-GAS

Monthly Cost of Gas Monthly cost of gas per therm as defined on General Information Leaf No. 68 of PSC No. 12-GAS determined on August 30, 2005 by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 106.45¢ **Gas Adjustments** 75.74 x 1.0373 unaccounted for factor adjustment The resulting gas adjustment per therm of gas is 110.42 ¢ Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS: Amount applicable during September 2005 referable to refunds 0.00¢ Adjustment per therm of gas sold pursuant to Cost of Gas Imbalance Surcharge or Refund Provisions on General Information Leaf No. 75 of PSC No. 12-GAS: Amount applicable during September 2005 referable to imbalance surcharge/refund 0.00¢ Amount applicable during the period September 01, 2005 through December 31, 2005 referable to the imbalance for the year ending August 31, 2004 between gas adjustment revenues and gas costs 3.07¢ Adjustment per therm of gas sold pursuant to Pipeline Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS: Amount applicable during the period January 01, 2005 through December 31, 2005 referable to imbalance/refund 0.00¢ Amount applicable during the period September 01, 2005 through December 31, 2005 referable to Transition Costs 0.00¢ for the projected twelve month period ending December 31, 2005 Adjustment per therm of gas sold pursuant to Research & Development Surcharge on General Information Leaf No. 90 of PSC No. 12-GAS: Amount applicable during the period September 01, 2005 through September 30, 2005 referable to Research and Development Surcharge 0.17¢ TOTAL ADJUSTMENTS **3.24** ¢ Commencing with usage on or after the effective date of this statement and thereafter until changed the Monthly Cost of Gas and Adjustments per therm of gas applicable to Billings under Service Classification Nos. 7 and 14 of PSC No. 12-GAS will be: 113.66 ¢

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