

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

INITIAL EFFECTIVE DATE: 07/03/04

STATEMENT TYPE: NGV

STATEMENT NO: 71

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 **July 2004** New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon

Cents per
Equivalent Gallon**Cents per**
Therm

135.62

105.95

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 **July 2004**

115.28

90.06

Customers who have not guaranteed usage will receive a **5%** discount during **July 2004**

128.84

100.66

DIESEL**I. Base Rate**

The equivalent gallon gasoline price set at the final expiration settling price of the **July 2004** New York Harbor Heating Oil futures contract plus \$.20 per gallon

120.55

94.18

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 **July 2004**

102.47

80.05

Customers who have not guaranteed usage will receive a **5%** discount during **July 2004**

114.52

89.47

FLOOR PRICE

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

\$5.10 per Dth
 \$1.00 per Dth

Total Floor Price

78.03

61.00

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