

PSC NO: 12 GAS

COMPANY: THE BROOKLYN UNION GAS COMPANY

INITIAL EFFECTIVE DATE: 01/04/05

STATEMENT TYPE: NGV

STATEMENT NO: 77

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

Cents per
Equivalent Gallon**Cents per**
Therm

128.87

100.68

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 2005**

109.54

85.58

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

122.43

95.65

DIESEL**I. Base Rate**

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

142.97

111.70

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 2005**

121.52

94.94

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

135.82

106.11

FLOOR PRICE

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

\$6.77 per Dth
 \$1.00 per Dth

Total Floor Price

99.49

77.70

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