

PSC NO: 12**GAS STATEMENT TYPE: GAC****COMPANY: THE BROOKLYN UNION GAS COMPANY****STATEMENT NO: 59****INITIAL EFFECTIVE DATE: 07/01/03****STATEMENT OF COST OF GAS AND ADJUSTMENTS
(Issued under authority of 16 NYCRR 281.55 and 281.56)****Page 1 of 4****Applicable to Usage Under Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2 and 3 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 **June 27, 2003** by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 69.39 4

Gas Adjustments

69.39 X 1.0373 unaccounted for factor adjustment
The resulting gas adjustment per therm of gas is 71.98 4

Adjustment per therm of gas sold, pursuant to order in Case 97-G-1380 dated March 24, 1999:

Amount applicable during **July 2003** referable to transition surcharge 0.00 4

Transition surcharge revenue 0.00 4

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during **July 2003** referable to refunds (1.06) 4

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 **July 2003** referable to imbalance surcharge/refund (5.00) 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to the imbalance for the year ending August 31, 2002 between gas adjustment revenues and gas costs (0.19)4

Adjustment per therm of gas sold pursuant to Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period **July 1, 2003** through **Aug. 1, 2003** referable to imbalance/refund 0.00 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to Transition Costs for the projected twelve month period ending **June 30, 2004** 0.00 4

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 **July 01, 2003** through **December 31, 2003** referable to Research and Development Surcharge 0.12 4

TOTAL ADJUSTMENTS**(6.13) 4**

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. 1A and 1AR of PSC No. 12-GAS will be: **65.85 4**

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 **June 27, 2003** by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 54.334

Gas Adjustments

54.33 X 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is 56.36 4

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during **July 2003** referable to refunds (0.03) 4

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 **July 2003** referable to imbalance surcharge/refund (5.00) 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to the imbalance for the year ending August 31, 2002 between gas adjustment revenues and gas costs (0.19)4

Adjustment per therm of gas sold pursuant to Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period **July 1, 2003** through **Aug. 1, 2003** referable to imbalance/refund 0.00 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to Transition Costs for the projected twelve month period ending **June 30, 2004** 0.00 4

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 **July 01, 2003** through **December 31, 2003** referable to Research and Development Surcharge 0.12 4

TOTAL ADJUSTMENTS (5.10) 4

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: 51.26 4

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 **June 27, 2003** by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 57.30 4

Gas Adjustments

57.30 X 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is 59.44 4

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during **July 2003** referable to refunds (0.03) 4

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 **July 2003** referable to imbalance surcharge/refund (5.00) 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to the imbalance for the year ending August 31, 2002 between gas adjustment revenues and gas costs (0.19)4

Adjustment per therm of gas sold pursuant to Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period **July 01, 2003** through **Aug.1, 2003** referable to imbalance/refund 0.00 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to Transition Costs for the projected twelve month period ending **June 30, 2004** 0.00 4

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 **July 01, 2003** through **December 31, 2003** referable to Research and Development Surcharge 0.12 4

TOTAL ADJUSTMENTS (5.10) 4

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: 54.34 4

STATEMENT OF COST OF GAS AND ADJUSTMENTS
Applicable to Usage Under Service Classification Nos. 7 and 14 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 **June 27, 2003** by applying the Monthly Cost of Gas which is or will be in effect on the effective date of the gas adjustment 50.21 4

Gas Adjustments

50.21 x 1.0373 unaccounted for factor adjustment
 The resulting gas adjustment per therm of gas is 52.09 4

Adjustment per therm of gas sold, pursuant to Refund Provisions on General Information Leaf No. 84 of PSC No. 12-GAS:

Amount applicable during **July 2003** referable to refunds (0.03)4

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 **July 2003** referable to imbalance surcharge/refund (5.00) 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to the imbalance for the year ending August 31, 2002 between gas adjustment revenues and gas costs (0.19) 4

Adjustment per therm of gas sold pursuant to Transition Costs on General Information Leaf No. 86 of PSC No. 12-GAS:

Amount applicable during the period **July 01, 2003** through **Aug. 1, 2003** referable to imbalance/refund 0.00 4

Amount applicable during the period **July 01, 2003** through **June 30, 2004** referable to Transition Costs for the projected twelve month period ending **June 30, 2004** 0.00 4

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 **July 01, 2003** through **December 31, 2003** referable to Research and Development Surcharge 0.12 4

TOTAL ADJUSTMENTS (5.10) 4

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: **46.99 4**

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