

**PSC NO: 12 GAS**  
**COMPANY: THE BROOKLYN UNION GAS COMPANY**  
**INITIAL EFFECTIVE DATE: 7/03/03**

**STATEMENT TYPE: NGV**  
**STATEMENT NO: 59**

**STATEMENT OF NGV RATES**  
**Applicable to Usage Under Service Classification No. 14 (Rate 2 and 3)**  
**of P.S.C. No. 12-GAS**

**GASOLINE**

<b>I. Base Rate</b>	<b><u>Cents per</u></b>	<b><u>Cents per</u></b>
The equivalent gallon gasoline price set at the final expiration settling price of the <b>July 2003</b> New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon	<b><u>Equivalent Gallon</u></b>	<b><u>Therm</u></b>
	104.83	81.90
<b>II. Discounted Rates</b>		
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 <b>15%</b> discount during <b>July 2003</b>	89.11	69.61
Customers who have not guaranteed usage will receive a <b>5%</b> discount during <b>July 2003</b>	99.59	77.80

**DIESEL**

<b>I. Base Rate</b>		
The equivalent gallon gasoline price set at the final expiration settling price of the <b>July 2003</b> New York Harbor Heating Oil futures contract plus \$.20 per gallon	95.95	74.96
<b>II. Discounted Rates</b>		
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 <b>15%</b> discount during <b>July 2003</b>	81.56	63.72
Customers who have not guaranteed usage will receive a <b>5%</b> discount during <b>July 2003</b>	91.15	71.21

**FLOOR PRICE**

Cost of Gas, as determined by the Company	\$6.59 per Dth	
Estimated Compressor Electric Running Costs	\$1.00 per Dth	
Total Floor Price	97.15	75.90

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