Received: 08/01/2011

Status: CANCELLED Effective Date: 08/03/2011

PSC NO: 12 GAS STATEMENT TYPE: NGV COMPANY: THE BROOKLYN UNION GAS COMPANY STATEMENT NO: 156

INITIAL EFFECTIVE DATE: 08/03/11

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

| | | Cents per Equivalent Gallon | Cents per <u>Therm</u> |
|----------|---|------------------------------------|---------------------------|
| GASOLINE | | | |
| l. | Base Rate | | |
| | The equivalent gallon gasoline price set at the final expiration settling price of the August 2011 New York Harbor Unleaded Gasoline futures contract plus \$.20 per gallon | 331.29 | 258.82 |
| 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 August 2011 | 281.60 | 220.00 |
| | Customers who have not guaranteed usage will receive a 5% discount during August 2011 | 314.73 | 245.88 |
| DIESEL | | | |
| l. | Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the August 2011 New York Harbor Heating Oil futures contract plus \$.20 per gallon | 329.62 | 257.52 |
| 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 August 2011 | 280.18 | 218.89 |
| | | 200.10 | 210.03 |
| | Customers who have not guaranteed usage will receive a 5% discount during August 2011 | 313.14 | 244.64 |
| FLOOF | R PRICE Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs | \$5.769 per Dth \$1.000 per Dth | |
| | Total Floor Price | 86.64 | 67.69 |

Issued By: Alan P. Foster, Senior Vice President and Controller, Brooklyn, NY