| DID: 5860 | | | |
|---------------------------------|-----------------|---------------|------------------------|
| TXT: PSC NO: 12 GAS | STATEMENT | TYPE: NGV | |
| COMPANY: THE BROOKLYN U | UNION GAS C | OMPANY | STATEMENT NO: 2 |
| INITIAL EFFECTIVE DATE: 11/ | 03/98 | | |
| STAMPS: | | | |
| Cancelled by Statement NGV Numb | per 3 Effective | 12/03/1998 | |
| RECEIVED: 10/30/98 STATUS: | Cancelled | EFFECTIVE: 11 | 1/03/98 |
| RECEIVED: 10/30/98 STATUS: | Cancelled | EFFECTIVE: 11 | 1/03/98 |
| RECEIVED: 10/30/98 STATUS: | Effective | EFFECTIVE: 11 | /03/98 |
| RECEIVED: 10/30/98 STATUS: | Pending | EFFECTIVE: 11 | /03/98 |
| RECEIVED: STATUS: EFFE | CTIVE: | | |

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

| <u>GASO</u> I. | DLINE Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the November 1998 New York Harbor Unleaded Gasoline futures | Cents per <u>Equivalent Gallon</u> | Cents per <u>Therm</u> |
|--------------------|--|---------------------------------------|---------------------------|
| П. | contract plus \$.20 per gallon Discounted Rates | 65.17 | 50.91 |
| | 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 November 1998 | 55.39 | 43.28 |
| | Customers who have not guaranteed usage will receive a 5% discount during November 1998 | 61.91 | 48.37 |
| <u>DIESE</u> I. | <u>EL</u> Base Rate The equivalent gallon gasoline price set at the final expiration settling price of the November 1998 New York Harbor Heating Oil futures contract plus \$.20 per gallon | 58.82 | 45.95 |
| 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 November 1998 | 50.00 | 39.06 |
| | Customers who have not guaranteed usage will receive a 5% discount during November 1998 | 55.88 | 43.66 |
| III. | Floor Price Incremental Cost of Gas, as determined by the Company Estimated Compressor Electric Running Costs | \$2.64 \$1.00 per Dth | per dth |
| | Total Floor Price | 46.59 | 36.40 |

Issued by: Steven L. Zelkowitz, Sr. Vice President and General Counsel, Brooklyn, NY