Received: 06/27/2008

Status: CANCELLED Effective Date: 07/01/2008

PSC NO: 1-GAS

COMPANY: KEYSPAN GAS EAST CORPORATION

STATEMENT NO: 113

INITIAL EFFECTIVE DATE: 07/01/2008

STATEMENT OF GAS AND PIPELINE COSTS AND ADJUSTMENTS (Issued under authority of 16 NYCRR 270.57)

| Applicable to Service Classification Nos. | 1, 2, 3, 15, 16, 17 <u>¢ per therm</u> | 5 ¢ per therm |
|---|---|---|
| Weighted Average Unitized Commodity Cost of Gas | 133.3885 | 0.0000 |
| 2. Weighted Average Unitized Fixed Costs | 15.4799 | 0.0000 |
| Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) | 148.8684 | 0.0000 |
| 4. Unitized Fixed Cost Credits | (7.6652) | 0.0000 |
| 5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) a) Before losses b) After 2.73% losses | 141.2032 145.1710 | 0.0000 0.0000 |
| 6. Adjustments a) Monthly Cost of Gas Imbalance Surcharge or Refund b) Annual Cost of Gas Imbalance Surcharge or Refund for the period May 01, 2008 through December 31, 2008 referable to the twelve months ending August 31, 2007 c) Pipeline Refund Provision d) Research & Development Charge e) Capacity Release Surcharge Adjustment f) Merchant Function Charge g) Property Tax Deferral Recovery Total adjustments | 0.0000 (10.9150) 0.0000 0.0250 (0.1322) 3.7735 7.4867 0.2380 | 0.0000 (10.1010) 0.0000 0.0250 0.7090 1.7691 7.4867 (0.1112) |
| 7. Total Unitized Cost of Gas (5 + 6) | 145.4090 | (0.1112) |

Issued by Nickolas Stavropoulos, Executive Vice President, Hicksville, NY KeySpan Gas East Corporation

Computation Date: June 27, 2008