

PSC NO: 1 GAS**STATEMENT TYPE: GAC**

COMPANY: KEYSpan GAS EAST CORP. DBA BROOKLYN UNION OF L.I.

STATEMENT NO: 56

INITIAL EFFECTIVE DATE: 11/01/03

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

Applicable to Billing as explained on Leaf Nos. 68, 69, 70, 71, 72 and 73

Applicable to Service Classification Nos.		<u>1,2,3,15&16</u>	<u>5</u>
1.	Average cost of gas, including Pipeline costs, at the City Gate, for the month of November 2003	62.5696	0.0000
2.	Factor of Adjustment	1.0404	1.0404
3.	Monthly Average Cost of Gas, including Pipeline costs, at the Customer Meter	65.0974	0.0000
4.	Monthly Adjustment Surcharge/Refund	0.0000	0.0000
5.a.	Transition Surcharge	0.0000	0.0000
b.	Transition Surcharge Credit	0.0000	N/A
6.	Adjusted Monthly Average Cost of Gas	65.0974	0.0000
7.	Refund provision credit per therm	0.9066	0.9066
8.	LIPA Local Transportation Credit therm	0.1697	0.1697
9.	Cost of Gas Credits		
a.	Interruptible sales credit per therm	1.8606	
b.	Research and Development Surcharge	(0.1180)	
c.	Merchant Function Backout Credit	1.9000	
	Subtotal	1.7426	3.6426
10.	Annual Surcharge or Refund per therm of gas sold applicable during the period November through December 2003 referable to the twelve months ending August 2003 Refund	(2.3259)	(2.3259)
11.	Recovery of GCA property tax deferral	(5.1612)	(5.1612)
12.	Total Credit (Sum of Lines 7 thru 11) Commencing with meter readings taken on and after the effective date and continuing thereafter until changed, the Gas Cost per therm applicable to customers; bills shall be:	(4.6682)	(2.7682)
13.	Bills rendered monthly	69.7656	2.7682

Issued by Alfred C. Bereche, Ass~~t~~. General Counsel and Secretary,
KeySpan Gas East Corp. DBA Brooklyn Union of L.I.
Hicksville, New York

Computation Date: October 30, 2003