

PSC NO: 1-GAS
COMPANY: KEYSpan GAS EAST CORPORATION
INITIAL EFFECTIVE DATE: 10/01/2012

STATEMENT TYPE: GAC
STATEMENT NO: 164

STATEMENT OF GAS AND PIPELINE COSTS AND ADJUSTMENTS
Applicable to usage under Service Classification Nos. 1, 2, 3, 15, 16, 17
(Issued under authority of 16 NYCRR 270.57)

Applicable to Service Classification Nos.	1, 2, 3, 15, 16, 17 <u>¢ per therm</u>
1. Weighted Average Unitized Commodity Cost of Gas	31.9411
2. Weighted Average Unitized Fixed Costs	29.2961
3. Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses)	61.2372
4. Unitized Fixed Cost Credits	(18.0092)
5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4)	
a) Before losses	43.2280
b) After 2.73% losses	44.4427
6. Adjustments	
a) Monthly Cost of Gas Imbalance Surcharge or (Refund)	0.0000
b) Annual Cost of Gas Imbalance Surcharge or (Refund) for the period March 01, 2012 through December 31, 2012 referable to the twelve months ending August 31, 2011	(0.1560)
c) Pipeline Refund Provision	0.0000
d) Research & Development Charge	0.1000
e) Merchant Function Charge (Effective October 1, 2012 to August 31, 2013)	2.3055
f) Annual Merchant Function Charge Imbalance Surcharge or (Refund) for the period March 01, 2012 through December 31, 2012 referable to the twelve months ending August 31, 2011	(0.6720)
Total adjustments	1.5775
7. Total Unitized Cost of Gas (5 + 6)	46.0202

Issued by: William J. Akley, President, Hicksville, NY
KeySpan Gas East Corporation

Computation Date: September 27, 2012