Received: 12/28/2012 Status: CANCELLED Effective Date: 01/01/2013

PSC NO: 1-GAS STATEMENT TYPE: TAC COMPANY: KEYSPAN GAS EAST CORPORATION STATEMENT NO: 40

INITIAL EFFECTIVE DATE: 01/01/2013

STATEMENT OF TRANSPORTATION ADJUSTMENT CHARGES Applicable To Customers Under Service Classification No. 5

	¢ / therm
Return Requirement On Gas In Storage (Effective October 1, 2012 to August 31, 2013)	0.8947
Annual Return Requirement On Gas In Storage Surcharge / (Refund) (For The Period January 1, 2013 Through December 31, 2013)	0.1070
Research and Development Surcharge	0.1000
Pipeline Refunds Provision	0.0000
Delivery Penalty Refunds	0.0000
Annual Transportation Adjustment Charge Imbalance Surcharge or (Refund) (Effective January 01, 2013 through December 31, 2013)	0.0090
Total Transportation Adjustment Charge	1.1107
Unaccounted For Gas (UFG)	2.73%

Issued by:William J. Akley, President, Hicksville, NY

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KeySpan Gas East Corporation