

PSC NO: 1-GAS  
COMPANY: KEYSpan GAS EAST CORPORATION  
INITIAL EFFECTIVE DATE: 05/01/2011

**STATEMENT TYPE: GAC**  
STATEMENT NO: 147

**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)**

| <b>Applicable to Service Classification Nos.</b>                                                                                                                                     | <b>1, 2, 3, 15, 16, 17<br/>¢ per therm</b> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|
| 1. Weighted Average Unitized Commodity Cost of Gas                                                                                                                                   | <b>46.5190</b>                             |
| 2. Weighted Average Unitized Fixed Costs                                                                                                                                             | 25.5151                                    |
| 3. Weighted Average Unitized Cost of Gas<br>(1 + 2; Gross, before losses)                                                                                                            | 72.0341                                    |
| 4. Unitized Fixed Cost Credits                                                                                                                                                       | (12.1976)                                  |
| 5. Weighted Average Unitized Cost of Gas including Fixed Cost<br>Credits (3 + 4)                                                                                                     |                                            |
| a) Before losses                                                                                                                                                                     | 59.8365                                    |
| b) After 2.73% losses                                                                                                                                                                | <b>61.5179</b>                             |
| 6. Adjustments                                                                                                                                                                       |                                            |
| a) Monthly Cost of Gas Imbalance Surcharge or Refund                                                                                                                                 | 2.0000                                     |
| b) Annual Cost of Gas Imbalance Surcharge or Refund for<br>the period March 01, 2011 through December 31, 2011<br>referable to the twelve months ending August 31, 2010              | 3.8490                                     |
| c) Pipeline Refund Provision                                                                                                                                                         | (0.1962)                                   |
| d) Research & Development Charge                                                                                                                                                     | 0.1000                                     |
| e) Merchant Function Charge                                                                                                                                                          | 3.1563                                     |
| f) Annual Merchant Function Charge Imbalance Surcharge or Refund for<br>the period March 01, 2011 through December 31, 2011<br>referable to the twelve months ending August 31, 2010 | 0.1960                                     |
| Total adjustments                                                                                                                                                                    | 9.1051                                     |
| 7. Total Unitized Cost of Gas<br>(5 + 6)                                                                                                                                             | <b>70.6230</b>                             |

Issued by: David B. Doxsee, Chief Financial Officer and Treasurer, Hicksville, NY  
KeySpan Gas East Corporation

Computation Date: April 28, 2011