## 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. Weighted Average Unitized Commodity Cost of Gas
2. Weighted Average Unitized Fixed Costs
3. Weighted Average Unitized Cost of Gas
(1 + 2; Gross, before losses)
4. Unitized Fixed Cost Credits
5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits $(3+4)$
a) Before losses
b) After $2.73 \%$ losses
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 January 01, 2011 through December 31, 2011 |  |
| referable to the twelve months ending August 31, 2010 | 3.8490 |
| c) Pipeline Refund Provision | 0.0000 |
| d) Research \& Development Charge | 0.1000 |
| e) Merchant Function Charge | 3.1563 |
| f) Annual Merchant Function Charge Imbalance Surcharge or Refund for | 0.1960 |
|  |  |
|  |  |
| referable to the twelve months ending August 31, 2010 |  |
|  | 7.3013 |

7. Total Unitized Cost of Gas $(5+6)$

1, 2, 3, 15, 16, 17 $\$$ per therm
52.5813
25.5151
78.0964
(12.1976)
65.8988
67.7506

| a) Monthly Cost of Gas Imbalance Surcharge or Refund | 0.0000 |
| :--- | ---: |
| b) Annual Cost of Gas Imbalance Surcharge or Refund for |  |
| the period January 01, 2011 through December 31, 2011 |  |
| referable to the twelve months ending August 31, 2010 | 3.8490 |
| c) Pipeline Refund Provision | 0.0000 |
| d) Research \& Development Charge | 0.1000 |
| e) Merchant Function Charge | 3.1563 |
| f) Annual Merchant Function Charge Imbalance Surcharge or Refund for | 0.1960 |
|  |  |
|  |  |
| the period January 01, 2011 through December 31, 2011 |  |
|  |  |
| Total adjustments | 7.3013 |

KeySpan Gas East Corporation
Computation Date: February 25, 2011

