

PSC NO: 1-GAS
COMPANY: KEYSpan GAS EAST CORPORATION
INITIAL EFFECTIVE DATE: 10/01/2010

STATEMENT TYPE: GAC
STATEMENT NO: 140

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)

Return Requirement On Gas In Storage (Effective Through August 31, 2011) Applicable to Service Classification Nos.	1, 2, 3, 15, 16, 17 <u>¢ per therm</u>
1. Weighted Average Unitized Commodity Cost of Gas	39.7556
2. Weighted Average Unitized Fixed Costs	25.5151
3. Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses)	65.2707
4. Unitized Fixed Cost Credits	(12.0453)
5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4)	
a) Before losses	53.2254
b) After 2.73% losses	54.7210
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 April 01, 2010 through December 31, 2010 referable to the twelve months ending August 31, 2009	(0.1850)
c) Pipeline Refund Provision	0.0000
d) Research & Development Charge	0.1000
e) Capacity Release Surcharge Adjustment	(1.1070)
f) Merchant Function Charge	3.4056
g) Annual Merchant Function Charge Imbalance Surcharge or Refund for the period April 01, 2010 through December 31, 2010 referable to the twelve months ending August 31, 2009	(0.7555)
Total adjustments	1.4581
7. Total Unitized Cost of Gas (5 + 6)	56.1791

Issued by Nickolas Stavropoulos, Executive Vice President, Hicksville, NY
KeySpan Gas East Corporation

Computation Date: September 29, 2010