PSC NO: 1-GAS COMPANY: KEYSPAN GAS EAST CORPORATION INITIAL EFFECTIVE DATE: 08/01/2009

STATEMENT TYPE: GAC STATEMENT NO: 126

STATEMENT OF GAS AND PIPELINE COSTS AND ADJUSTMENTS (Issued under authority of 16 NYCRR 270.57)

Applicable to Service Classification Nos.	1, 2, 3, 15, 16, 17 <u>¢ per therm</u>	5 ¢ per therm
1. Weighted Average Unitized Commodity Cost of Gas	33.4492	0.0000
2. Weighted Average Unitized Fixed Costs	22.6721	0.0000
 Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) 	56.1213	0.0000
4. Unitized Fixed Cost Credits	(8.7948)	0.0000
 5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) a) Before losses b) After 2.73% losses 	47.3265 48.6564	0.0000 0.0000
 6. Adjustments a) Monthly Cost of Gas Imbalance Surcharge or Refund b) Annual Cost of Gas Imbalance Surcharge or Refund for the period March 01, 2009 through December 31, 2009 referable to the twelve months ending August 31, 2008 c) Pipeline Refund Provision d) Research & Development Charge e) Capacity Release Surcharge Adjustment f) Merchant Function Charge g) Annual Merchant Function Charge Imbalance Surcharge or Refund for the period March 01, 2009 through December 31, 2009 referable to the twelve months ending August 31, 2008 	0.0000 2.1260 (0.5148) 0.0250 (0.7209) 4.8644 0.3670	0.0000 0.0000 (0.5148) 0.0250 2.6545 2.3949 0.2270
Total adjustments	6.1467	4.7866
 Total Unitized Cost of Gas (5 + 6) 	54.8031	4.7866

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

Computation Date: July 30, 2009