Received: 10/31/2009

Status: CANCELLED Effective Date: 11/01/2009

PSC NO: 1 GAS KEYSPAN GAS EAST CORPORATION

INITIAL EFFECTIVE DATE: 11/01/09

STATEMENT TYPE: SCA

STATEMENT NO: 3

PAGE 1 Of 2

STATEMENT OF SELLER CHARGES AND ADJUSTMENTS Applicable to Customers Under Service Classification No. 8 For the Period October 1, 2009 October 31, 2009

Daily Swing Service Monthly Demand Charges:

1. Daily Swing Service Monthly Demand Charge (Effective through Oct 31, 2009)

Applicable to Sellers Serving SC 5 Customers		\$ / therm
Daily Swing Service Demand Charge:		\$ 0.03866
Load Factor Ranges	Allocation	\$ / therm
Less than or equal to 40%	106%	\$ 0.04085
Less than or equal to 60%, but greater than 40%	58%	\$ 0.02250
Less than or equal to 80%, but greater than 60%	52%	\$ 0.02020
Greater than 80%	40%	\$ 0.01559

2. Daily Swing Service Monthly Demand Charge (Effective Nov 1, 2009)

A. Applicable to Sellers Serving SC 5 Customers

Load Factor	\$ / dth

B. Applicable to Sellers Serving Monthly Balanced SC 7 Customers

Load Factor	\$ / dth

Daily Cash Out Prices

Transco Zone 6 NY midpoint price published in Platt's Gas Daily Price Guide, Daily Price Survey for the date of flow reflected as a per dekatherm price.

Issued by: Nickolas Stavropoulos, Executive Vice President, Hicksville, NY

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PSC NO: 1 GAS STATEMENT TYPE: SCA KEYSPAN GAS EAST CORPORATION STATEMENT NO: 3 INITIAL EFFECTIVE DATE: 11/01/09 PAGE 2 Of 2

STATEMENT OF SELLER CHARGES AND ADJUSTMENTS Applicable to Customers Under Service Classification No. 8 For the Period October 1, 2009 October 31, 2009

Daily Cash Out Penalties:	<u>\$ / dth</u>
City Gate Balancing Penalty Charge	\$10.0000
Operational Flow Order (OFO) Penalty Charge	\$25.0000

Monthly Cash Out Price (Transco Zone 6 NY - Index)

Transco Zone 6 NY Index published at the start of each month in Platt's Gas Daily Price Guide, Market Center Spot Gas Prices for the Northeast reflected as a per dekatherm price.

Mandatory Capacity Program:	<u>\$ / dth</u>
Weighted Average Cost Of Capacity (WACOC)	\$0.8096
Tier 2 - Bundled Winter Sales Price	
Tier 3 - Virtual Storage Price	
Applicable to Sellers Participating in the POR Program:	
Commodity Related Credit and Collection Expenses	\$0.0337
Commodity Related Credit and Collection Expenses Annual Imbalance Surcharge / Refund (January 1, 2010 Through December 31, 2010)	
Unaccounted For Gas (UFG)	2.73%

Issued by: Nickolas Stavropoulos, Executive Vice President, Hicksville, NY