Received: 09/29/2009

Status: CANCELLED Effective Date: 10/01/2009

PSC NO: 1-GAS

COMPANY: KEYSPAN GAS EAST CORPORATION

STATEMENT TYPE: GAC

STATEMENT NO: 128

INITIAL EFFECTIVE DATE: 10/01/2009

## 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, 2, 3, 15, 16, 17 ¢ per therm
Weighted Average Unitized Commodity Cost of Gas	38.0446
2. Weighted Average Unitized Fixed Costs	25.2678
<ol> <li>Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses)</li> </ol>	63.3124
4. Unitized Fixed Cost Credits	(9.3329)
<ul> <li>Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4)</li> <li>a) Before losses</li> <li>b) After 2.73% losses</li> </ul>	53.9795 <b>55.4963</b>
<ul> <li>6. Adjustments</li> <li>a) Monthly Cost of Gas Imbalance Surcharge or Refund</li> <li>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</li> <li>a) Pingling Potent Provision</li> </ul>	0.0000 2.1260
<ul> <li>c) Pipeline Refund Provision</li> <li>d) Research &amp; Development Charge</li> <li>e) Capacity Release Surcharge Adjustment</li> <li>f) Merchant Function Charge</li> <li>g) Annual Merchant Function Charge Imbalance Surcharge or Refund for the period March 01, 2009 through December 31, 2009</li> <li>referable to the twelve months ending August 31, 2008</li> </ul>	0.0000 0.0250 (0.7209) 3.0210 0.3670
Total adjustments	4.8181
7. Total Unitized Cost of Gas (5 + 6)	60.3144

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

Computation Date: September 29, 2009