## 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, 2010 through December 31, 2010 referable to the twelve months ending August 31, 2009
c) Pipeline Refund Provision 0.0000
d) Research \& Development Charge 0.0250
e) Capacity Release Surcharge Adjustment (1.1070)
f) Merchant Function Charge
g) Annual Merchant Function Charge Imbalance Surcharge or Refund for the period January 01, 2010 through December 31, 2010 referable to the twelve months ending August 31, 2009

Total adjustments
7. Total Unitized Cost of Gas
88.9057
$(5+6)$

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

Computation Date: December 30, 2009

