

PSC NO: 1-GAS
COMPANY: KEYSpan GAS EAST CORPORATION
INITIAL EFFECTIVE DATE: 08/01/2014

STATEMENT TYPE: GAC
STATEMENT NO: 185

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 |
|---|--|
| 1. Weighted Average Unitized Commodity Cost of Gas | 23.8434 |
| 2. Weighted Average Unitized Fixed Costs | 32.6548 |
| 3. Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) | 56.4982 |
| 4. Unitized Fixed Cost Credits | (19.5996) |
| 5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) | |
| a) Before losses | 36.8986 |
| b) After 2.73% losses | 37.9355 |
| 6. Adjustments | |
| a) Monthly Cost of Gas Imbalance Surcharge or (Refund) | 0.0000 |
| b) Annual Cost of Gas Imbalance Surcharge or (Refund) effective March 01, 2014 through December 31, 2014 referable to the twelve months ending August 31, 2013 | (1.8120) |
| c) Pipeline Refund Provision | 0.0000 |
| d) Research & Development Charge (Effective September 1, 2013) | 0.1240 |
| e) Merchant Function Charge (Effective September 1, 2013 to August 31, 2014) | 2.3577 |
| f) Annual Merchant Function Charge Imbalance Surcharge or (Refund) effective March 01, 2014 through December 31, 2014 referable to the twelve months ending August 31, 2013 | (0.3270) |
| Total adjustments | 0.3427 |
| 7. Total Unitized Cost of Gas (5 + 6) | 38.2782 |

Issued by: David B. Doxsee, Vice President, Hicksville, NY
KeySpan Gas East Corporation

Computation Date: July 30, 2014