Received: 08/28/2014

Status: CANCELLED Effective Date: 09/01/2014

PSC NO: 1-GAS **STATEMENT TYPE: GAC** COMPANY: KEYSPAN GAS EAST CORPORATION STATEMENT NO: 186

INITIAL EFFECTIVE DATE: 09/01/2014

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 <u>¢ per therm</u>
Weighted Average Unitized Commodity Cost of Gas	21.1589
2. Weighted Average Unitized Fixed Costs	18.1060
 Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) 	39.2649
4. Unitized Fixed Cost Credits	(6.6115)
 Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) a) Before losses b) After 2.73% losses 	32.6534 33.5710
 6. Adjustments a) Monthly Cost of Gas Imbalance Surcharge or (Refund) 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 c) Pipeline Refund Provision d) Research & Development Charge (Effective September 1, 2013) e) Merchant Function Charge (Effective September 1, 2014 to August 31, 2015) 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 	0.0000 (1.8120) 0.0000 0.1240 1.9454 (0.3270)
Total adjustments	(0.0696)
7. Total Unitized Cost of Gas (5 + 6)	33.5014

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

Computation Date: August 28, 2014