Received: 12/30/2008

Status: CANCELLED Effective Date: 01/01/2009

PSC NO: 1-GAS

COMPANY: KEYSPAN GAS EAST CORPORATION

STATEMENT NO: 119

INITIAL EFFECTIVE DATE: 01/01/2009

STATEMENT OF GAS AND PIPELINE COSTS AND ADJUSTMENTS (Issued under authority of 16 NYCRR 270.57)

Applicable to Service Classification Nos.	1, 2, 3, 15, 16, 17 ¢ per therm	5 ¢ per therm
Weighted Average Unitized Commodity Cost of Gas	89.4068	0.0000
2. Weighted Average Unitized Fixed Costs	22.6721	0.0000
 Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) 	112.0789	0.0000
4. Unitized Fixed Cost Credits	(8.7948)	0.0000
 Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) a) Before losses b) After 2.73% losses 	103.2841 106.1864	0.0000 0.0000
 6. Adjustments a) Monthly Cost of Gas Imbalance Surcharge or Refund b) Annual Cost of Gas Imbalance Surcharge or Refund for the period January 01, 2009 through December 31, 2009 referable to the twelve months ending August 31, 2008 c) Pipeline Refund Provision d) Research & Development Charge e) Capacity Release Surcharge Adjustment f) Merchant Function Charge g) Property Tax Deferral Recovery e) Annual Merchant Function Charge Imbalance Surcharge or Refund for the period January 01, 2009 through December 31, 2009 referable to the twelve months ending August 31, 2008 		0.0000 0.0000 (0.5148) 0.0250 2.6545 2.3949 7.4867 0.2270
Total adjustments	12.9406	12.2733
7. Total Unitized Cost of Gas (5 + 6)	119.1270	12.2733

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

Computation Date: December 30, 2008