Received: 03/30/2006

Status: CANCELLED Effective Date: 04/01/2006

PSC NO: 12-GAS
COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF L.I.

STATEMENT NO: 85

STATEMENT TYPE: GAC

INITIAL EFFECTIVE DATE: 03/01/06

STATEMENT OF GAS AND PIPELINE COSTS AND ADJUSTMENTS (Issued under Authority of 16 NYCRR 270.57) Applicable to Billing as explained on Leaf Nos. 68, 69, 70, 71, 72 and 73

Applicable to Service Classification Nos.		SC 1, 2, 3, 15, 16 & 17	SC 5 (For Rates 1, 2, 3, 15,16)	SC5 (For Rate 17)
1.	Average cost of gas, including Pipeline costs, at the City Gate, for the month of March 2006	95.6709	0	0
2.	Factor of Adjustment	1.0404	1.03412	1.03412
3.	Monthly Average Cost of Gas, including Pipeline costs, at the Customer Meter	99.536	0	0
4.	Monthly Adjustment Surcharge/ Refund	(5.000)	0	0
5.	a. Transition Surcharge b. Transition Surcharge Credit	0 0	0	0
6.	Adjusted Monthly Average Cost of Gas	94.536	0	0
7.	Refund provision credit per therm	0	0	0
8.	LIPA Local Transportation Credit per therm	0.7784	0.7784	0.7784
9.	Cost of Gas Credits/surcharges a. Interruptible sales credit per therm b. Research and development surcharge c. Merchant Funtion Back-Out Credit (Applicable to S.C. 5 (excluding SC5-17)	5.0230	6.9230	5.0230
10.	Annual Surcharge or Refund per therm of gas sold applicable during the period March 01, 2006 through December 31, 2006 referable to the twelve month ending August 31, 2005. Surcharge / Refund	ns (0.2890)	(0.2890)	(0.2890)
11.	Recovery of GCA property tax deferral	(4.0540)	(4.0540)	(4.0540)
12.	Total Credit (Sum of Lines 7 thru 11)	1.4585	3.3585	1.4585
	Commencing with meter readings taken on and after the effective date and continuing thereafter until changed, the Gas Cost per therm applicable to customers' bills shall be			
13.	Bills rendered monthly	93.0776	(3.3585)	(1.4585)

Issued by Joseph F. Bodanza, Senior Vice President, Hicksville, NY KeySpan Gas East Corp. DBA Brooklyn Union of L.I.

Computation Date: February 27, 2006