Received: 07/29/2013 State

Status: CANCELLED Effective Date: 08/01/2013

PSC NO: 1-GAS COMPANY: KEYSPAN GAS EAST CORPORATION

INITIAL EFFECTIVE DATE: 08/01/2013

STATEMENT TYPE: GAC STATEMENT NO: 173

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
Weighted Average Unitized Commodity Cost of Gas	23.6494
2. Weighted Average Unitized Fixed Costs	29.2314
 Weighted Average Unitized Cost of Gas (1 + 2; Gross, before losses) 	52.8808
4. Unitized Fixed Cost Credits	(17.8127)
 5. Weighted Average Unitized Cost of Gas including Fixed Cost Credits (3 + 4) a) Before losses b) After 2.73% losses 	35.0681 36.0535
 6. Adjustments a) Monthly Cost of Gas Imbalance Surcharge or (Refund) b) Annual Cost of Gas Imbalance Surcharge or (Refund) effective March 01, 2013 through December 31, 2013 referable to the twelve months ending August 31, 2012 c) Pipeline Refund Provision d) Research & Development Charge e) Merchant Function Charge (Effective October 1, 2012 to August 31, 2013 through December 31, 2013 referable to the twelve months ending August 31, 2012 	0.0000 0.1280 ust 31, 2013) 2.3055
Total adjustments	2.2285
7. Total Unitized Cost of Gas (5 + 6)	38.2820

Issued by:William J. Akley, President, Hicksville, NY KeySpan Gas East Corporation

Computation Date: July 29, 2013