Received: 07/30/2002 Status: CANCELLED Effective Date: 08/01/2002

..DID: 20095

..TXT: PSC NO: 1 GAS STATEMENT TYPE: GAC

COMPANY: KEYSPAN GAS EAST CORP. DBA BROOKLYN UNION OF STATEMENT NO: 40

INITIAL EFFECTIVE DATE: 08/01/02

STAMPS:

Cancelled by Statement GAC Number 41 Effective 09/01/2002

RECEIVED: 07/30/02 STATUS: Cancelled EFFECTIVE: 08/01/02

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.		<u>1,2,3,15&16</u>	5	
1.	Average cost of gas, including Pipeline costs, at the City Gate, for the month of August 2002		49.6737	0.0000
2.	Factor of Adjustment		1.0404	1.0404
3.	Monthly Average Cost of Gas, including Pipeline costs, at the Customer Meter		51.6806	0.0000
4. 0.0000	Monthly Adjustment Surcharge/Refund		2.0000	
5.a.	Transition Surcharge		0.0000	0.0000
b.	Transition Surcharge Credit		0.0000	N/A
6.	Adjusted Monthly Average Cost of Gas		53.6806	0.0000
7.	Refund provision credit per therm		0.0000	0.0000
8.	LIPA Local Transportation Credit therm		1.0572	1.0572
9.	Cost of Gas Credits a. Interruptible sales credit per therm b. Research and Development Surcharge c. Merchant Function Backout Credit Subtotal	3.5423 (0.1040) 1.9000	3.4383	5.3383
10.	Annual Surcharge or Refund per therm of gas sold applicable during the period August 2002 through December 2002 referable to the twelve months ending August 2001 Refund		(3.0788)	(3.0788)
11.	Recovery of GCA property tax deferral		(4.5301)	(4.5301)
11.	Necovery of GGA property tax deferral		(4.3301)	(4.5501)
12.	Total Credit (Sum of Lines 7 thru 11) Commending 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:		(3.1134)	(1.2134)
13.	Bills rendered monthly		56.7940	1.2134

Issued by Robert D. Ekholm, Manager, Corp. Secretary's Off. KeySpan Gas East Corp. DBA Brooklyn Union of Hicksville, New York

L.I.Computation Date: July 30, 2002