..DID: 14943

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KEYSPAN GAS EAST CORPORATION d/b/a KEYSPAN ENERGY DELIVERY-LI 175 East Old Country Road Hicksville, NY 11801

February 22, 2001

Ms. Janet H. Deixler Secretary Public Service Commission Three Empire State Plaza Albany, NY 12223

Dear Secretary Deixler:

Attached for filing electronically with the Commission is the following statement, issued by KeySpan Gas East Corporation d/b/a KeySpan Energy Delivery - Long Island ("the Company"), to become effective on March 1, 2001:

Statement No. 3 - Statement of New York City Gas Relocation Credit

to Schedule for Gas Service, P.S.C. No. 1 - GAS.

This statement is normally filed on no less than fifteen days notice implementing the New York City Gas Relocation Credit (NYCGRC) to customers in the Fifth Ward of Queens County. The credit is from refunds made by the City of New York and the refund rate is applied to the annual usage (therms) of each firm City customer and credited to the customer's account. However, for this year, the credit actually results in a surcharge. The reconciliation resulted in a surcharge of \$.1618 per month per customer. Considering the nominal amount, KEDLI has decided to defer the surcharge until next year and net this amount against next year's calculation.

If you have any questions regarding this filing, please call Dawn Herrity at (718) 403-2975.

Respectfully submitted,

KEYSPAN GAS EAST CORPORATION d/b/a KEYSPAN ENERGY DELIVERY - LONG ISLAND

By: