

Case: 06-M-0878

National Grid/KeySpan Merger

Interrogatory/Document Request

Response of National Grid/KeySpan

Re: Capital Expenditures

Request #: DPS-87

Response Date: October 24, 2006

Respondent: M. Smith

Q:

1. Provide a detailed gas construction expenditures variance report for calendar years 1999 through 2005, and 2006 to date. This report shall include the following:
 - A. Each project greater than \$250,000.
 - B. The total of all projects less than \$250,000.
 - C. For each individual project listed and totaled projects listed include the following:
 - C1. Forecasted budget amount that was approved by the Board of Directors.
 - C2. Year ending budget amount.
 - C3. Year ending variance amount.
 - C4. Description of Project
 - C5. Completion date of Project
 - C6. Dates of Change Order/Variance Approvals
2. Provide a copy of the actual capital expenditures forecast document presented to the Board of Directors for approval for years 2000 through 2006.

A:

1.

A.

The attached file shows all projects greater than \$250,000 for calendar years 2001 through 2005. The information for 1999 and 2000 was captured under predecessor financial systems (to Oracle) and the requested information was not recorded and thus is not available.

B.

The total for all projects less than \$250,000 is shown at the bottom of the KEDNY and KEDLI project list, attached in response to Part 1A, above.

C.

C1. The Board of Directors does not review project level detail.

C2. The Company for the most part does not budget at the project level detail but rather at a blanket project level.

C3. See the attached file.

C4. The Oracle description of each project is shown on the attached file.

C5. See the attached file.

C6. The Company does not have 'Change Order/Variance Approvals' at the project level but monitors, analyzes and controls projects through reviews at the 'blanket' level and through comparative metric analysis. Annual work plans are developed utilizing targeted cost/productivity performance metrics and projected work volumes. Overall performance is tracked on a daily, weekly and monthly basis to ensure costs and units are on target. Variations are discussed at monthly capital meetings and appropriate actions are taken thereafter.

Monthly reviews are completed on all work performed at the unit and unit cost level across all work activities. These reviews highlight any variations that are discussed with appropriate management personnel. This process continuously drives best practices and proper deployment of resources and technology.

2.

The attached file is a copy of the capital expenditures forecasts for years 2000 through 2006, presented to the Board of Directors.

KEDNY
Projects over \$250,000
2001 - Aug 2006

Project#	Description	Completion Date	August 2006			2005			2004			2003			2002			2001		
			Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
D00296	T100002753 ATLANTIC AVE	Nov 2004	\$433,350			(\$2,776,139)			\$380,178			\$200,527			\$5,286,188			\$3,240,550		
D00379	T100005306 CLINTON ST	Oct 2002	\$0			\$0			(\$100)			\$1,777			(\$109,264)			\$332,581		
D00386	T100005501 5 AVE	July 2004	\$0			(\$191)			(\$130,670)			\$3,230			\$549,997			\$1,805,810		
D00388	T100005510 FRANCIS LEW BLVD	Apr 2002	\$0			\$0			\$0			\$56			(\$185,019)			\$1,195,136		
D00389	T100005511 ARLINGTON AVE	Nov 2004	\$0			(\$1,388,483)			\$17,986			\$81,746			\$814,239			\$3,292,004		
D00402	T100006175 ARBUTUS AVE	Mar 2003	\$312			(\$423,333)			\$5,586			\$92,584			\$373,531			\$1,357,557		
D00414	T100006916 23 AVE	Jan 2002	\$0			\$0			\$556			(\$143,873)			\$195,393			\$437,492		
D00415	T100006918 107 AVE	Apr 2002	\$0			\$0			(\$1,593)			\$8,766			(\$162,929)			\$570,098		
D00417	T100007112 YELLOWSTONE BLVD	Aug 2002	\$0			(\$170,625)			\$5,329			\$46,827			\$770,542			\$770,542		
D00528	T100011337 84 DR	Nov 2003	\$0			\$0			\$12,575			(\$34,213)			\$22,450			\$683,282		
D00530	T100011355 89 AVE	Nov 2002	\$0			(\$61,201)			(\$4,794)			\$1,065			\$848,320			\$0		
D00576	T100011241 NORTH 1 ST	Oct 2001	\$0			\$0			(\$41,080)			(\$204,765)			(\$3,329,823)			\$2,646,774		
D00578	T100015145 BAY ST	Jan 2002	\$0			(\$2,274)			\$315			(\$152,977)			(\$754,085)			\$492,476		
D00691	T100016953 NORMAN AVE	Oct 2002	\$0			(\$6)			\$4			\$11			(\$16,627)			\$298,696		
D00717	T100018071 FLATBUSH AVE	Feb 2003	\$0			(\$383,958)			\$647			\$46,568			\$176,787			\$914,663		
D01180	T100036887 14 ST	Jul 2002	\$0			\$0			\$192			\$312			(\$43,747)			\$270,594		
D01202	T100037633 SOUTH 1 ST	Feb 2004	\$0			\$0			\$53,968			\$77,935			\$33,666			\$349,961		
D01303	T100041848 BAISLEY BLVD	May 2002	\$0			\$0			(\$722)			\$7,947			(\$17,819)			\$469,395		
D01988	T100063156 LIGHTHOUSE AVE, RIC	Jun 2004	\$0			(\$79,702)			\$2,550			\$21,434			\$518,676			\$178,808		
D02385	T100075608 54 ST, QUEENS	Oct 2004	(\$757,901)			\$679			(\$3)			\$14,688			\$1,813,787			\$0		
D02390	T100075778 SMITH ST, QUEENS	Jul 2002	\$0			(\$770,892)			(\$2,194)			\$11,426			\$2,492,325			\$14,341		
D02461	T100078870 AMBOY RD, RICHMOND	Nov 2004	\$0			\$0			(\$189,928)			\$92,149			\$553,526			\$0		
D02563	T100082879 MARINE AVE, BROOKLY	Mar 2003	\$0			\$7,881			\$18,068			(\$514,926)			\$5,213,711			\$29,107		
D02677	T100085390 SPRINGFIELD BLVD, O	Aug 2003	\$0			\$2,663			\$872			(\$213,728)			\$1,005,126			\$0		
D03892	T100119401 BENSON AVE, BROOKLY	Jul 2002	\$0			(\$49,678)			(\$1,497)			\$157			\$397,306			\$0		
D04030	T100124563 POILLON AVE, RICHMO	Jun 2004	\$0			(\$11,638)			\$33,650			\$173,344			\$573,791			\$0		
D04234	T100130220 WOODWARD AVE, QUEEN	Jul 2003	\$1,600			(\$390,268)			\$4,019			\$5,639			\$1,029,977			\$0		
D04673	T100144456 RICHMOND RD, RICHMO	Jun 2006	\$1,822			(\$409,868)			\$937,416			\$3,863,982			\$2,720			\$0		
D05701	T100179344 85 AVE, QUEENS	Apr 2003	\$0			\$0			(\$11,403)			\$359,702			\$124,251			\$0		
D05877	T100186434 ROSEDALE AVE, RICHM	Jul 2004	\$0			(\$79,843)			\$401,150			\$0			\$0			\$0		
D06038	T100191210 MARCY AVE, RICHMOND	May 2006	\$0			\$17,958			\$26,651			\$381,743			\$0			\$0		
D06054	T100191654 DALTON AVE, RICHMON	Jun 2004	\$0			(\$136,490)			\$104,325			\$552,132			\$0			\$0		
D06201	T100196551 175 ST, QUEENS	In - progress	\$161,651			\$9,070			\$939,972			\$3,470,097			\$19,009			\$0		
D06216	T100197339 FOSTER RD, RICHMOND	May 2005	\$42,508			(\$297,694)			\$344,425			\$942,216			\$0			\$0		
D06388	T100202602 99 AVE, QUEENS	Aug 2003	\$0			(\$259,196)			\$351,173			\$795,361			\$0			\$0		
D06442	T100204341 FORT HAMILTON PKWY,	Oct 2005	\$0			\$38,105			(\$31,352)			\$783,634			\$0			\$0		
D06653	T100211687 181 ST, QUEENS	In - progress	\$47,260			(\$2,777,218)			\$4,712,293			\$2,370,978			\$0			\$0		
D06660	T100212024 231 ST, QUEENS	Aug 2003	\$0			(\$101,169)			\$109,064			\$315,090			\$0			\$0		
D06711	T100213040 FOREST AVE, RICHMON	Feb 2005	\$3,332			(\$374,410)			\$166,488			\$954,841			\$0			\$0		
D06874	T100218338 LAFAYETTE AVE, RICH	Aug 2003	\$0			(\$156,392)			\$147,791			\$900,260			\$0			\$0		
D06879	T100218412 PLEASANT PLAINS AVE	Aug 2004	\$46,703			(\$103,237)			\$265,559			\$508,694			\$0			\$0		
D06903	T100219237 CLERMONT AVE, RICHM	Jul 2005	\$13,413			(\$394,824)			\$1,894,754			\$21,721			\$475			\$0		
D06948	T100219923 43 AVE, QUEENS	May 2004	(\$63,537)			\$532			\$114,581			\$317,365			\$0			\$0		
D07118	T100223796 WHITEHALL ST, RICHM	Apr 2005	\$0			(\$124,724)			\$80,881			\$487,006			\$0			\$0		
D07251	T100228164 195 ST, QUEENS	Jan 2005	\$5,836			(\$1,631,466)			\$4,669,828			\$1,880,164			\$0			\$0		
D07276	T100228876 MAINE AVE, RICHMOND	May 2006	\$1,314			(\$328,961)			\$886,422			\$662,290			\$0			\$0		
D07445	T100231642 FLUSHING AVE, BROOK	Aug 2006	\$64,843			(\$3,144,972)			\$16,701,107			\$3,339,303			\$0			\$0		
D08293	T100252210 STUYVESANT AVE, BRO	Feb 2005	\$0			\$176,797			\$576,774			\$9,936			\$0			\$0		
D08401	T100254029 188 ST, QUEENS	Dec 2004	\$451			(\$269,478)			\$692,784			\$598,071			\$0			\$0		
D09715	T100297785 PROSPECT PARK WEST,	*Jul 2005	\$952			\$335,509			\$0			\$0			\$0			\$0		
D09902	T100303880 147 ST	Jun 2006	(\$661,563)			\$668,337			\$2,083,151			\$0			\$0			\$0		
D10014	T100307258 PENN ST, BROOKLYN	Dec 2004	\$418			(\$1,022,751)			\$5,038,436			\$0			\$0			\$0		
D10093	T100309394 MILBURN ST, QUEENS	Jul 2005	(\$336,975)			\$776,099			\$564,269			\$0			\$0			\$0		
D10131	T100310665 FLUSHING AVE, BROOK	Jan 2004	\$0			\$69,136			\$1,676,263			\$3,623,296			\$0			\$0		
D10302	T100317079 HYLAN BLVD, RICHMON	Jul 2004	\$0			(\$48,714)			\$277,908			\$1,305			\$0			\$0		
D10340	T100317930 HALSEY ST, BROOKLYN	Apr 2005	\$2,217			\$987,329			\$3,651			\$0			\$0			\$0		
D10403	T100319525 LIBERTY AVE, QUEENS	Jan 2005	(\$315,898)			\$611,571			\$374,031			\$0			\$0			\$0		
D10535	T100322777 JAMAICA AVE, QUEENS	Sept 2005	\$4,190			(\$566,315)			\$3,011,991			\$0			\$0			\$0		
D10956	T100332881 4 AVE, BROOKLYN	Mar 2005	\$4,650			\$307,032			\$568,224			\$0			\$0			\$0		
D10968	T100333181 75 ST, QUEENS	Mar 2004	\$0			\$0			\$388,390			\$546			\$0			\$0		
D11200	T100339405 STUYVESANT AVE, BRO	Aug 2005	\$24,351			\$546,617			\$5,063,225			\$0			\$0			\$0		
D11347	T100342949 ADAMS AVE, RICHMOND	May 2005	\$281			(\$1,740)			\$572,845			\$0			\$0			\$0		
D11506	T100346860 REID AVE, RICHMOND	Aug 2005	\$454			\$178,300			\$178,300			\$0			\$0			\$0		
D11508	T100346876 DEKALB AVE, BROOKLY	Apr 2004	\$0			\$2,489			\$260,234			\$0			\$0			\$0		
D11516	T100347024 LAURELTON PKWY, QUE	Jul 2005	(\$77,633)			\$12,403			\$434,632			\$0			\$0			\$0		
D11645	T100350147 116 AVE, QUEENS	Oct 2005	\$1,706			(\$219,243)			\$921,708			\$0			\$0			\$0		
D11736	T100351347 WESTWOOD AVE, RICHM	May 2006	\$2,791			\$123,768			\$264,119			\$0			\$0			\$0		
D11817	T100353562 DRUMGOOLE RD WEST,	May 2006	\$64,071			\$60,946			\$748,269			\$0			\$0			\$0		
D12155	T100359726 KENT ST, BROOKLYN	In - progress	\$330,042			\$2,425,361			\$1,078,953			\$0			\$0			\$0		
D12223	T100360811 AVENUE Z, BROOKLYN	Oct 2005	\$673			\$534,213			\$0			\$0			\$0			\$0		
D12403	T100364113 44 AVE, QUEENS	Nov 2005	(\$378,158)			\$1,577,829			\$0			\$0			\$0			\$0		
D12468	T100365398 RIDGE BLVD, BROOKLY	Jul 2004	\$0			\$15,154			\$326,563			\$0			\$0			\$0		
D12591	T100367711 AVE Z, BROOKLYN	In - progress	\$520,475			\$570,012			\$0			\$0			\$0			\$0		
D12840	T100372753 KINGSBRIDGE AVE, RI	Dec 2004	\$0			\$116,029			\$304,887			\$0			\$0			\$0		

KEDNY
Projects over \$250,000
2001 - Aug 2006

Project#	Description	Completion Date	August 2006			2005			2004			2003			2002			2001		
			Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
D12842	T100372770 NICHOLAS AVE, RICHM	Jan 2005	\$687			\$206,960			\$481,602			\$0			\$0			\$0		
D12843	T100372778 TYSENS LA, RICHMOND	Mar 2005	\$289			\$306,344			\$279			\$0			\$0			\$0		
D12844	T100372780 TYSENS LA, RICHMOND	Jul 2005	\$456			\$289,927			\$0			\$0			\$0			\$0		
D13017	T100376743 HENDERSON AVE, RICH	Nov 2004	\$5,214			\$32,091			\$598,136			\$0			\$0			\$0		
D13036	T100377286 DEWEY AVE, RICHMOND	May 2005	\$1,644			\$355,374			\$0			\$0			\$0			\$0		
D13183	T100380530 220 ST, QUEENS	Oct 2004	\$0			\$1,422			\$347,939			\$0			\$0			\$0		
D13436	T100385098 MURDOCK PL, RICHMON	Apr 2005	\$374			\$32,942			\$424,150			\$0			\$0			\$0		
D13911	T100395003 PACIFIC ST, BROOKLY	Dec 2004	(\$94,441)			\$8,403			\$361,057			\$0			\$0			\$0		
D14654	T100409774 259 ST, QUEENS	Aug 2005	(\$308,409)			\$111,020			\$912,793			\$0			\$0			\$0		
D15028	T100416086 86 ST, BROOKLYN	Jul 2006	(\$1,019,689)			\$4,468,847			\$0			\$0			\$0			\$0		
D15075	T100417168 69 ST, QUEENS	Apr 2006	\$9,834			\$826,708			\$0			\$0			\$0			\$0		
D15315	T100421770 EAST 8 ST, BROOKLYN	Apr 2005	\$8,558			\$511,758			\$0			\$0			\$0			\$0		
D16280	T100439638 COLUMBIA ST, BROOKL	Dec 2005	(\$1,460,796)			\$3,788,573			\$0			\$0			\$0			\$0		
D16439	T100442279 104 AVE, QUEENS	Jul 2006	\$158,286			\$4,190,102			\$0			\$0			\$0			\$0		
D16440	T100442284 111 AVE, QUEENS	Jun 2006	(\$127,034)			\$622,255			\$0			\$0			\$0			\$0		
D16526	T100443731 128 AVE, QUEENS	Jun 2006	(\$1,037,053)			\$3,529,602			\$0			\$0			\$0			\$0		
D16527	T100443736 DRY HARBOR RD, QUEE	Jan 2006	\$1,791			\$309,158			\$0			\$0			\$0			\$0		
D16671	T100446022 167 ST, QUEENS	Oct 2005	(\$261,087)			\$939,270			\$0			\$0			\$0			\$0		
D16796	T100448033 CONEY ISLAND AVE, B	In - progress	\$2,256,821			\$1,494,223			\$0			\$0			\$0			\$0		
D16797	T100448034 BAYVIEW AVE, QUEENS	In - progress	\$289,458			\$0			\$0			\$0			\$0			\$0		
D16850	T100448593 GANSEVOORT BLVD, RI	May 2006	\$53,642			\$301,041			\$0			\$0			\$0			\$0		
D16885	T100449098 91 ST, BROOKLYN	Mar 2005	(\$84,076)			\$318,316			\$515			\$0			\$0			\$0		
D17054	T100451581 SAINT NICHOLAS AVE,	Apr 2006	(\$520,102)			\$2,249,613			\$540			\$0			\$0			\$0		
D17364	T100456465 HAROLD ST, RICHMOND	Nov 2005	(\$457,046)			\$1,831,726			\$0			\$0			\$0			\$0		
D17371	T100456490 ROSSVILLE AVE, RICH	In - progress	(\$226,570)			\$849,620			\$0			\$0			\$0			\$0		
D17397	T100456789 89 ST, QUEENS	Jan 2006	\$21,461			\$342,946			\$0			\$0			\$0			\$0		
D17398	T100456809 66 RD, QUEENS	Sept 2005	(\$267,774)			\$950,983			\$0			\$0			\$0			\$0		
D17806	T100465571 LEONARD ST, BROOKLY	Oct 2005	\$41,020			\$597,358			\$0			\$0			\$0			\$0		
D18494	T100480646 62 ST, BROOKLYN	Aug 2005	(\$81,218)			\$320,261			\$0			\$0			\$0			\$0		
D19504	T100501701 WILSON AVE, BROOKLY	Sept 2005	(\$114,871)			\$430,955			\$0			\$0			\$0			\$0		
D19900	T100522230 SUTTER AVE, QUEENS	In - progress	\$591,043			\$0			\$0			\$0			\$0			\$0		
D20214	T100530690 LINDEN BLVD, QUEENS	In - progress	\$1,268,222			\$0			\$0			\$0			\$0			\$0		
D20261	T100531816 BROOKVILLE BLVD, QU	In - progress	\$2,459,731			\$0			\$0			\$0			\$0			\$0		
D20512	T100536763 INGRAM AVE, RICHMON	In - progress	\$579,798			\$0			\$0			\$0			\$0			\$0		
D20877	T100545721 97 AVE, QUEENS	Jul 2006	\$431,625			\$0			\$0			\$0			\$0			\$0		
D20966	T100548130 FULTON ST, BROOKLYN	In - progress	\$5,491,543			\$0			\$0			\$0			\$0			\$0		
D21109	T100551591 NORTH RAILROAD AVE,	In - progress	\$1,692,165			\$0			\$0			\$0			\$0			\$0		
D21126	T100552229 86 ST, BROOKLYN	In - progress	\$2,512,297			\$0			\$0			\$0			\$0			\$0		
D21733	T100565325 PARK ST, RICHMOND	Feb 2006	\$506,872			\$0			\$0			\$0			\$0			\$0		
D21881	T100568620 99 AVE, QUEENS	In - progress	\$10,060,313			\$0			\$0			\$0			\$0			\$0		
D22335	T100577755 128 AVE, QUEENS	In - progress	\$660,657			\$0			\$0			\$0			\$0			\$0		
D22534	T100581666 170 ST, QUEENS	In - progress	\$1,650,628			\$0			\$0			\$0			\$0			\$0		
D22872	T100587249 MAGUIRE AVE, RICHMO	In - progress	\$379,316			\$0			\$0			\$0			\$0			\$0		
D22963	T100589652 BROADWAY, QUEENS	In - progress	\$505,027			\$0			\$0			\$0			\$0			\$0		
D23659	T100603094 BERGEN ST, BROOKLYN	May 2006	\$329,252			\$0			\$0			\$0			\$0			\$0		
G03714	Citizens Tunnel Structures	Sept 2005	\$1,173			\$566,932	\$483,358	\$83,574	\$329,808	\$1,012,297	(\$682,490)	\$646,175	\$556,896	\$89,279	\$98,669			\$0		
IRN906	Auto Locking Govern-NYC	Sept 2004	\$0			\$5,324			\$94,490			\$602,568			\$0			\$0		
MAC361	JFK 3600 UPGR	In - progress	\$0			\$0			\$0			\$273,043			\$0			\$0		
NAA397	REDEPL CNG SKID COMB TO G KNC	Mar 2006	\$39,959			\$69,130			\$143,215			\$377,159			\$1,024,179			\$180		
NAK123	STONER MODEL	June 2005	\$0			\$82,765			\$323,900			\$0			\$0			\$0		
PNY311	BULKHEAD INSPECTION REPLACEMT	Dec 2003	\$0			\$0			\$0			\$390,898			\$0			\$0		
PNY314	FIRE DETECTION SYS REPLACEMNT	In - progress	\$202,580			\$1,029,453			(\$5,465)			\$29,759			\$0			\$0		
PNY319	Repl Liquefier Sys	In - progress	\$13,239,631	\$14,856,723	(\$1,617,092)	\$15,353,527	\$20,510,461	(\$5,156,934)	\$1,094,749	\$10,031,089	(\$8,936,340)	\$156,473			\$0			\$0		
PNY320	MAFI-TRENCH TURBINE	Dec 2004	\$0			\$0			\$275,011			\$0			\$0			\$0		
PNY322	T2 COATING	Dec 2005	\$0			\$4,284			\$329,316			\$0			\$0			\$0		
PNY34B/7671	PIPE INSULATION & SUPT REPL PGM	Dec 2002	\$0			\$0			\$0			(\$884)			\$58,689			\$747,596		
PNY34B/7672	EXPANDER COLD BOX REPLACEMENT	Dec 2002	\$0			\$0			\$0			\$0			\$84,112			\$502,134		
SNY102 & SNY433/4204	FSM Replacement Program	In - progress	\$1,245,669	\$812,784	\$432,885	\$559,797	\$500,000	\$59,797	\$0			\$0			\$0			\$0		
X10443	X004280026 0 39 AVE,	Jan 2001	\$0			\$0			\$0			\$12,649			\$21,164			\$419,263		
X10445	X008280048 143 ST,	Jun 2001	\$0			\$0			(\$1,817)			(\$0)			\$1,993			\$392,118		
X10549	X012180032 0 MURDOCK AVE,	Mar 2001	\$0			\$0			\$177			\$1,077			(\$227,742)			\$390,987		
X10555	X012080035 0 182 ST,	Jul 2003	\$0			\$0			\$2,430			\$28,836			(\$1,140,608)			\$3,869,469		
All Remaining Projects > \$250k			\$39,737,851	\$15,669,507	\$24,068,343	\$38,913,691	\$21,493,819	\$17,419,872	\$64,616,134	\$1,043,387	\$53,572,747	\$29,286,692	\$556,896	\$28,729,795	\$17,393,223	\$0	\$17,393,223	\$25,671,614	\$0	\$25,671,614
All Remaining Projects < \$250k			\$61,432,302	\$90,803,657	(\$29,371,354)	\$87,359,774	\$120,517,899	(\$33,158,125)	\$91,027,863	\$95,849,781	(\$4,821,918)	\$85,240,359	\$95,218,977	(\$9,978,617)	\$66,034,777	\$96,430,000	(\$30,395,223)	\$86,201,132	\$104,039,447	(\$17,838,315)
Total Capital			\$101,170,153	\$106,473,164	(\$5,303,011)	\$126,273,465	\$142,011,718	(\$15,738,253)	\$155,643,997	\$106,893,168	\$48,750,829	\$114,527,051	\$95,775,873	\$18,751,178	\$83,428,000	\$96,430,000	(\$13,002,000)	\$111,872,746	\$104,039,447	\$7,833,299

Notes:
Reflects City/State Reimbursements
Projects less than \$250,000 are rolled-up into the 'Blankets' category and budgeted at such level

KEDLI
Projects over \$250,000
2001 - Aug 2006

Project#	Description	Completion Date	August 2006			2005			2004			2003			2002			2001		
			Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
D00619	T100013458 BEACH 36TH ST	April 2001	\$0			\$0			(\$11,550)			\$0			\$153,869			\$1,548,945		
D00890	T100025270 Far Rock-PS BAY 24T	Dec 2003	\$0			\$0			(\$5,626)			\$72,658			(\$960,595)			\$636,730		
D01522	T100049230 BEACH 139TH ST/ BEA	Aug 2001	\$0			\$339			\$9,678			\$49,471			\$199,049			\$2,211,432		
D02012	T100063841 BEACH 53RD ST, EDGE	Dec 2001	\$0			\$0			(\$2,264)			\$17,272			\$43,207			\$354,775		
D02046	T100062498 READS LN, FAR ROCKW	Nov 2001	\$0			\$20,359			(\$5,656)			\$1,315			\$247,130			\$560,687		
D02200	T100069631 REDFERN AV, FAR ROC	Dec 2002	\$0			\$319,298			\$94,572			\$1,316,857			\$2,175,893			\$0		
D02700	T100085960 PILGRIM RD, BRENTWO	Dec 2002	\$0			\$0			(\$4,705)			\$15,709			\$652,718			\$7,386		
D03421	T100108087 BEACH CHANNEL DR, E	May 2005	\$0			\$23,856			\$778,141			\$1,721,745			\$1,477			\$0		
D03496	T100109751 WHEATLEY RD, BROOKV	Oct 2002	\$0			\$0			\$8,134			\$79,231			\$360,598			\$0		
D03536	T100110554 NEWPORT AVE, BELLE	Dec 2001	\$0			\$0			(\$2,017)			(\$15,124)			\$254,038			\$29,934		
D03787	T100116697 WOODWARD AVE, SEAFO	Dec 2002	\$0			\$0			(\$5,023)			\$0			\$220,772			\$487,000		
D04379	T100135919 AMSTEL BLVD, ARVERN	Nov 2002	(\$940,839)			(\$5,773)			\$206,182			\$58,344			\$1,845,887			\$0		
D07997	T100244731 MONTAUK HWY, SOUTH	Jan 2004	\$0			\$259			\$334,437			\$1,319,563			\$0			\$0		
D08072	T100246757 MAIN RD, MATTITUCK	June 2004	\$0			(\$2,760)			\$1,387,327			\$1,245,194			\$0			\$0		
D09543	T100292390 WOODFIELD RD, LAKEV	Aug 2003	\$0			\$0			\$180,861			\$1,550,867			\$0			\$0		
D10614	T100325112 SCUTTLE HOLE RD, BR	July 2004	\$0			(\$6)			\$730,250			\$271,222			\$0			\$0		
D12222	T100360739 CENTRAL AVE, BETHPA	May 2004	\$1,102			(\$114)			\$689,219			\$0			\$0			\$0		
D13860	T100394056 HOWARD ST, HICKSVIL	Oct 2004	\$0			\$4			\$379,446			\$0			\$0			\$0		
D13873	T100394237 BEACH 62ND ST, ARVE	Nov 2004	\$0			\$6,630			\$338,132			\$0			\$0			\$0		
D14806	T100412643 NARROW LN, BRIDGEHM	Jan 2005	\$194			\$462,455			\$1,898,678			\$0			\$0			\$0		
D15078	T100417181 PENNSLVANIA AVE, F	June 2005	\$0			\$366,480			\$8,529			\$0			\$0			\$0		
D15271	T100386983 IRMA AVE, PT WASH	Dec 2004	\$1,735			\$233,909			\$526,027			\$0			\$0			\$0		
D15880	T100432582 Atlantic Ave E Rockaway	in-progress	\$2,510,943	\$5,365,269	(\$2,854,326)	\$607,362	\$11,472,537	(\$10,865,175)	\$319			\$0			\$0			\$0		
D17035	T100441439 BRICK KILN RD, SAG	Aug 2005	\$43,490			\$1,181,380			\$0			\$0			\$0			\$0		
D18371	T100477547 STEWART AVE, GARDEN	Nov 2005	\$147,464			\$3,380,909			\$0			\$0			\$0			\$0		
D19130	T100493423 HENDRICK AVE, GLEN	Sept 2005	\$44,343			\$417,569			\$0			\$0			\$0			\$0		
D20985	T100541089 SHERIDAN BLVD, INWO	Nov 2005	\$10,218			\$345,719			\$0			\$0			\$0			\$0		
D22321	T100562438 4062 GRUMMAN BLVD,C	Dec 2005	\$115,420			\$414,616			\$0			\$0			\$0			\$0		
IRL385/00510B	Commack & M&R Sta Upg	Dec 2004	(\$160,846)			\$582,671			\$1,821,846	\$1,333,865	\$487,982	\$1,104,656	\$2,343,151	(\$1,238,494)	\$324,988	\$2,681,415	(\$2,356,427)	\$2		
IRL385/7678	TELERECORDER MODEM UPGRADES	Dec 2005	\$16,281			\$259,041			\$0			\$0			\$0			\$0		
K01201	CGI REPLACEMENT-CC668	Dec 2005	\$84			\$579,533			\$0			\$0			\$0			\$0		
LCS123	Manorville to Calverton 20 in Main	Dec 2005	\$1,943,851	\$291,141	\$1,652,710	\$15,868,896	\$16,948,331	(\$1,079,435)	\$115,574			\$11			\$0			\$0		
LCS359	Mnrville-Rvrhd Inst 51K Mn LCS	Feb 2003	\$7,196			\$8,148			\$2,827,206			\$4,900,687			\$1,336,064			\$4,845,491	\$4,678,118	\$167,373
MAD360	CNG-Greenlawn	Feb 2005	\$0			\$3,151			\$41,905			\$440,949			\$0			\$0		
NAD346	TRANS MAIN RECOAT STEWART AV	June 2005	\$0			\$125,114			\$449,633			\$0			\$0			\$0		
PLI132	Install New Vaporizers	in-progress	\$2,153,159			\$1,203,264			\$101,738			\$0			\$0			\$0		
PLI354	Holtsville Ligdfctn Proj PLI	Oct 2001	\$0			\$0			\$0			\$289			(\$812,145)			\$7,266,019	\$9,560,742	(\$2,294,724)
All Remaining Projects > \$250k			\$5,893,793	\$5,656,410	\$237,383	\$26,402,310	\$28,420,868	(\$2,018,558)	\$12,890,994	\$1,333,865	\$11,557,129	\$14,150,917	\$2,343,151	\$11,807,766	\$6,042,950	\$2,681,415	\$3,361,535	\$17,948,401	\$14,238,860	\$3,709,541
All Remaining Projects < \$250k			\$48,782,242	\$54,065,813	(\$5,283,571)	\$84,042,474	\$77,270,347	\$6,772,127	\$94,338,587	\$101,410,120	(\$7,071,533)	\$115,251,740	\$123,583,119	(\$8,331,379)	\$111,301,050	\$136,883,585	(\$25,582,535)	\$123,268,653	\$113,031,893	\$10,236,760
Total Capital			\$54,676,035	\$59,722,223	(\$5,046,188)	\$110,444,784	\$105,691,215	\$4,753,569	\$107,229,581	\$102,743,985	\$4,485,596	\$129,402,657	\$125,926,270	\$3,476,387	\$117,344,000	\$139,565,000	(\$22,221,000)	\$141,217,054	\$127,270,753	\$13,946,301

Notes:
Reflects City/State Reimbursements
Projects less than \$250,000 are rolled-up into the 'Blankets' category and budgeted at such level

YEAR 2000 FINANCIAL FORECAST

February 24 2000

KEYSPAN CORP
Year 2000 Financial Forecast
Consolidated Cash Flow and Capital Requirements
(\$Millions) -

EXHIBIT (PDP-5)
Pg 7 of 22

		<u>2000</u>	<u>2000 Incr(%)</u>
<u>Cash Flow From Operations</u>	\$624	\$644	3.2
<u>Capital Expenditures/Investments</u>			
Capital Expenditures	450	457	1.4
Investments	<u>281</u>	<u>259</u>	(7.8)
Total	731	716	(2.1)
<u>Free Cash Flow</u>	(107)	(71)	33.2
<u>Dividend Requirements</u>			
Common Stock	246	238	(3.2)
Preferred Stock	<u>35</u>	<u>32</u>	(6.6)
Total	281	271	(3.7)
<u>Maturities/Redemptions</u>			
Long Term Debt	401	11	(97.2)
Short Term Debt	0	208	-
Preferred Stock (1)	0	363	-
Common Stock Buyback	<u>299</u>	<u>0</u>	(100.0)
Total	701	582	(16.9)
<u>External Financing Requirements</u>			
Long Term Debt (2)	62	400	550.2
Short Term Debt	208	145	(30.4)
Preferred Stock	<u>4</u>	<u>363</u>	8,433.1
Total	274	908	231.3
<u>Cash Balance</u>			
Beginning Balance	943	129	(86.4)
Increase (Decrease) in Cash	<u>(814)</u>	<u>(16)</u>	98.0
Ending Balance	129	112	(12.6)
Average Cash Balance	\$536	\$120	(77.5)

CFFO as % of Net Income	241.5	209.6
Free Cash Flow as % of CFFO	(17.1)	(11.1)
Capital Expenditures as % of CFFO	72.1	70.9
Investments as % of CFFO	45.0	40.2

- (1) \$363 million of 7.95% pfd stock (Series "AA") maturing on June 1, 2000 rolled over with 80% tax deductible preferred stock at 10.25%.
- (2) Medium term notes issued February 2000 at 7.875%.



BOARD OF DIRECTORS PRESENTATION
2001 FINANCIAL FORECAST

FEBRUARY 28, 2001

KEYSPAN/EASTERN COMBINED
2001 Financial Forecast
Consolidated Cash Flow and Capital Requirements
(\$Millions)

EXHIBIT ___ (PDP-5)
Pg 9 of 22

		<u>2001</u>	<u>2001</u> <u>Incr(%)</u>
<u>Cash Flow From Operations</u>	\$452	\$867	92
<u>Capital Expenditures/Investments</u>			
Capital Expenditures	633	813	28
Investments	<u>2,251</u>	<u>206</u>	(91)
Total	2,884	1,019	(65)
<u>Free Cash Flow</u>	(2,432)	(152)	94
<u>Dividend Requirements</u>			
Common Stock	240	246	2
Preferred Stock	<u>20</u>	<u>20</u>	(1)
Total	260	266	2
<u>Maturities/Redemptions</u>			
Long Term Debt	68	80	17
Short Term Debt	208	225	8
Preferred Stock	363	3	(99)
Common Stock Buyback	<u>0</u>	<u>0</u>	-
Total	640	308	(52)
<u>External Financing Requirements</u>			
Long Term Debt	2,167	125	(94)
Settlement on Interest Rate Lock/Other	(82)	0	100
Short Term Debt	1,144	0	(100)
Preferred Stock	0	400	-
Treasury Stock	70	0	(100)
Common Stock	<u>0</u>	<u>116</u>	-
Total	3,299	641	(81)
<u>Cash Balance</u>			
Beginning Balance	128	95	(26)
Increase (Decrease) in Cash	<u>(33)</u>	<u>(85)</u>	(155)
Ending Balance	95	10	(89)
Average Cash Balance	\$111	\$52	(53)

CFFO as % of Net Income	132.1	224.8
Free Cash Flow as % of CFFO	(104.9)	(17.5)
Capital Expenditures as % of CFFO	140.1	93.8
Investments as % of CFFO	498.5	23.8



**BOARD OF DIRECTORS
PRESENTATION**

*** 2002 – 2004 FINANCIAL FORECAST**

March 7, 2002

KeySpan
2002-2004 Financial Forecast
Capital Expenditures / Investments by Business Unit
(\$Millions)

	<u>Actual</u> <u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Gas Distribution	384	447	402	397
Electric Services				
Existing	65	99	78	74
New Unregulated				
Ravenswood Expansion	36	171	127	4
Glenwood Landing Power Project	38	59		
Port Jefferson Power Project	30	73	-	-
Spagnoli Road Power Project	29	57	136	71
Total New Unregulated	133	360	264	75
Total Electric Services	198	459	341	149
Gas Exploration & Production	385	265	284	309
Energy Related Investments	53	33	44	24
Energy Related Services	17	25	12	13
Other	9	6		
Total	1,047	1,235	1,084	891



**BOARD OF DIRECTORS
PRESENTATION**

2003 – 2005 FINANCIAL FORECAST

March 6, 2003

KeySpan
2003-2005 Capital Expenditures/ Investments¹
(\$Millions)

	Actual 2002	2003	2004	2005
Gas Distribution				
Growth	196	156	156	156
Maintenance	228	232	228	221
Total		388		
Electric Services				
Maintenance	105	103	88	81
New Generation/Peakers				
Glenwood Landing Power Project	54	-		
Port Jefferson Power Project	71	-		
Ravenswood Expansion	125	140	13	
Spagnoli Road Power Project	10	100	112	48
Total Generation/Peakers		241		
Total		344		
Energy Related Investments				
Islander East/ Algonquin	39	31	26	
Maintenance	19	18	16	14
Total		49		
Energy Related Services	12	19	9	8
Gas Exploration and Production	271	285	329	336
Other	32	12	12	12
Total	1,161	1,098	989	876

Handwritten annotations: "001" and "01" at the top; a vertical line with "19" and "10" written next to it, spanning the rows for "Spagnoli Road Power Project" and "Total Generation/Peakers".

¹ Does not include sales proceeds from Midland in 2002 (\$174M) and THEC in 2003 (\$74M)

	Actual 2002	2003	2004	2005
Summary				
Capital Expenditures	863	826	838	828
New Generation	260	241	125	48
Islander East/ Algonquin	39	31	26	-
Total	1,161	1,098		876



2004 – 2006 FINANCIAL FORECAST

Board of Directors

March 10, 2004

KeySpan
2004-2006 Consolidated Cash Flow and Capital Requirements
(\$Millions)

	Actual 2003	2004	2005	2006
Cash Flow From Operations				
Net Income	387	431	476	523
Depreciation	526	612	656	710
Amortization	48	49	42	42
Deferred Taxes	189	171	29	50
Other	37	40	(0)	(9)
Cash Flow Before Working Capital	1,187	1,303	1,203	1,316
Working Capital	28	(81)	3	(20)
Cash Flow After Working Capital	1,216	1,222	1,206	1,297
Capital Expenditures¹				
Core Capital Expenditures	582	498	506	485
Non Core E&P Capital Expenditures	296	315	413	449
Total	878	813	919	934
Free Cash Flow (before Investments)	337	409	287	362
Investments				
New Generation Plants	162	44	3	4
Pipeline/Storage	3	24	102	(46)
Total	164	68	106	(42)
Free Cash Flow (after Investments)	173	341	182	405
Proceeds from Sale/Acquisition of Assets				
Exploration & Production Sale	79	14		
KeySpan Canada Sale	119	-		
Northern Ireland Sale	96	-		
Other Sales	15	363		
Transworld, Onshore Acquisitions	(175)	-		
BR&A Acquisition	(35)	-		
Total	43	376		
Dividend Requirements				
Common Stock	275	285	307	319
Preferred Stock	6	6	6	6
Total	281	291	313	325
Maturities/Redemptions				
Long Term Debt	609	131	1,499	703
Short Term Debt	881	377	105	
Preferred Stock	15	-	-	-
Total	1,504	508	1,603	703
External Financing Requirements				
Long Term Debt	1,025	4	1,153	495
Common Stock	579	22	581	127
Total	1,604	26	1,734	623
Cash Balance				
Beginning Balance	170	205	150	150
Increase (Decrease) in Cash	35	(56)	0	0
Ending Balance	205	150	150	150

¹ 2003 Capital expenditures include \$31MM in Cost of Removal

2004-2006 Free Cash Flow
(\$millions)

Segment	Operating Cash Flow ¹	Cap Ex - Maintenance	Cap Ex - Growth	Total Cap Ex	2004 Free Cash Flow	2005 Free Cash Flow	2006 Free Cash Flow
Gas Distribution:							
KEDNY	196	79	30	108	88	55	60
KEDLI	117	56	52	108	9	24	27
KEDNE	154	84	57	141	13	50	64
Total Gas	467	219	139	357	110	128	151
Electric:							
LIPA Contracts	109	69	-	69	40	27	36
Ravenswood	142	39	-	39	103	70	71
Total Electric	251	108	-	108	142	97	108
Energy Related Investments	17	13	-	13	4	21	25
Energy Related Services	4	10	-	10	(7)	(7)	5
Other	27	9	-	9	18	9	24
Total Core	766	359	139	498	268	249	313
Exploration and Production	456	0	315	315	142	38	49
Total Core and Non Core	1,222	359	454	813	409	287	362

¹ After Working Capital



2005 – 2009 FINANCIAL FORECAST

Board of Directors

March 24, 2005

KeySpan Capital Expenditures/Investments

	Actual 2004	2005	2006	2007	2008	2009
Gas Distribution						
Growth	164	155	155	155	156	156
Maintenance	272	277	281	258	249	248
Total Gas Distribution	437	432	436	413	405	404
Electric Services						
MSA	14	13	14	13	13	12
PSA	52	51	53	53	52	55
Total LI Operations		65	68		66	68
Total Ravenswood	46	38	36	36	36	36
Total Electric Services	113	103	105	102	102	105
Energy Related Investments						
Investments						
Millennium		13	74			
Islander East		14	54			
LNG		40	28	28	0	0
Spagnoli		3	4	5	5	5
Ravenswood Expansion		-	-	-	-	-
Total Investments	66	71	160	32	5	6
Total Maintenance	7	5	5	4	4	4
Total Energy Related Investments	74	76	165	36	9	9
Energy Related Services	15	9	8	6	7	7
Other	10	4	4	4	4	4
Total	648	624	717	562	526	528
Total Growth	164	155	155	155	156	156
Total Maintenance	417	398	402	374	365	367
Total Investments	66	71	160	32	5	6
Total Capital Expenditure		624	717	562	526	528
Return of Capital						
Millennium		-		60	5	6
Islander East		-		54	1	1
Total Return of Capital		-		115	6	7

2005 Cash Flow / Dividend Contribution

Segment	Operating Cash Flow (After Working Capital)	Cap X - Maintenance	Discretionary Cash Flow	Dividend Requirement Based on Ending	Cash Flow before Growth Cap X/ Investments	Cap X - Growth	Investment	Financial Surplus/ (Requirement)	Proceeds from asset sales
Gas Distribution:									
KEDNY	195	116	78	63	15	45	-	(30)	
KEDLI	99	60	39	58	(19)	54	-	(72)	
KEDNE	190	101	89	107	(18)	56	-	(74)	
Total Gas	484	277	207	228	(21)	155	-	(176)	
Electric:									
LI Operations	76	65	11	18	(6)	-	-	(6)	
Ravenswood	121	38	84	32	52	-	-	52	
Total Electric	198	103	95	50	45	-	-	45	
Energy Related Investments	6	5	2	37	(35)	-	71	(107)	42
Energy Related Services	(3)	9	(13)	-	(13)	-	-	(13)	
Other	10	4	6	-	6	-	-	6	
Total	694	398	297	315	(18)	155	71	(244)	42



2006 – 2010 FINANCIAL FORECAST

Board of Directors Meeting

March 23, 2006

CONFIDENTIAL

KeySpan
2006-2010 Capital Expenditures/ Investments
(\$Millions)

EXHIBIT (PDP-5)
Pg 21 of 22

	Actual 2005	2006	2007	2008	2009	2010
Gas Distribution						
Growth	161	165	165	165	163	163
Maintenance	270	281	276	261	248	245
Total Gas Distribution		446				
Electric Services						
MSA	10	15	16	14	12	
PSA	51	55	54	56	62	65
Total LI Operations	62	69	70	70		
Total Ravenswood	36	39	39	39	39	39
Total Electric Services		109	110	109		
Energy Related Investments						
Investments						
Millennium	4	14	136			
Islander East	5	37	56			
KeySpan LNG	10	4	4	4	4	4
Spagnoli Rd	3	4	5	5	6	6
Total Investments		59				
Maintenance						
Seneca	3	3	2	2	2	
Other	1	2	2	2	2	2
Total Maintenance		5				
Total Energy Related Investments	26	64	206	14	14	15
Energy Related Services	8	7	5	5	5	5
Other	4	5	5	5	5	5
Total	567	630	767	559	549	548
Total Growth	161	165	165	165	163	163
Total Maintenance	386	406	400	384	376	374
Total Investments	21	59	202	9	10	11
Total Capital Expenditure		630				
Return of Capital						
Millennium		-	112			
Islander East		-	83			
Total Return of Capital						
Capital Expenditure (net of Return of Capital)	567	630	572	559	549	548

2006 Cash Flow / Dividend Contribution

EXHIBIT (PDP-5)
Pg 22 of 22

Segment	Operating Cash Flow	Cap Ex - Maintenance	Cash Flow Before Dividend Requirement and Investments	Dividend Requirement Based Ending Equity	Discretionary Cash Flow	Cap Ex - Growth	Investment	Financial Surplus/ (Requirement)
Gas Distribution:								
KEDNY	180	124	57	72	(15)	54 ¹¹⁸		(69)
KEDLI	90	57	32	57	(25)	46 ¹⁰³		(71)
KEDNE	144	100	44	111	(66)	65		(132)
Total Gas	414	281	133	240	(106)	165		(271)
Electric:								
LI Operations	80	69	10	23	(13)			(13)
Ravenswood	221	39	182	34	148			148
Total Electric	301	109	192	57	135			135
Energy Related Investments	30	5	26	35	(10)		59	(69)
Energy Related Services	(12)	7	(19)	(5)	(14)			(14)
Other/Working Capital	(160)	5	(165)	-	(165)			(165)
Total	574	406	168	327	(159)	165	59	(383)
LIPA Settlement/UNICAP payment	185							
Adjusted Total	759	406	353	327	26	165	59	(198)