Received: 12/20/2018

## nationalgrid

December 20, 2018

Honorable Kathleen H. Burgess, Secretary State of New York Public Service Commission Office of the Secretary, 19th floor Three Empire Plaza Albany, New York 12223

RE: Case 17-M-0815 – Proceeding on Motion of the Commission on Changes in Law that May Affect Rates

Dear Secretary Burgess:

The attached leaves and statement, issued by The Brooklyn Union Gas Company, d/b/a National Grid NY ("Company"), are being submitted in compliance with the above order issued August 9, 2018 (the "Order") by the Public Service Commission ("Commission").

Fourteenth Revised Leaf No. 7 Eighth Revised Leaf No. 138.51 Fourth Revised Leaf No. 138.56 Twenty First Revised Leaf No. 175 Twenty First Revised Leaf No. 197 Twenty First Revised Leaf No. 198 Twenty First Revised Leaf No. 207 Twenty First Revised Leaf No. 208 Twenty First Revised Leaf No. 217 Twenty First Revised Leaf No. 218 Twenty First Revised Leaf No. 219 Twenty First Revised Leaf No. 220 Tenth Revised Leaf No. 372 Twelfth Revised Leaf No. 373 Fifteenth Revised Leaf No. 374 Fourteenth Revised Leaf No. 375

Statement of Tax Reform Surcredit No. 1

To PSC No. 12 Gas

Effective: January 1, 2019

Received: 12/20/2018

This filing is made in compliance with the Order, which directed the Company to file tariff revisions to address utility rate effects of the tax law changes required by the Tax Cuts and Jobs Act of 2017 (Tax Act), which was enacted on December 22, 2017. The Tax Act includes, among other things, a reduction of the corporate income tax rate from 35% to 21%.

These proposed tariff revisions are in compliance with: (i) Ordering Clause 5 of the Order, which directs the Company to file on not less than five days' notice to institute a surcredit to commence on January 1, 2019, and (ii) Ordering Clause 6, which directs the Company to include requirements for annual reconciliation filings.

Attachment 1 of this filing contains the calculation used to develop the Tax Reform Surcredit (TRS) and Attachment 2 contains the redlined tariff leaves showing the proposed revisions.

Also, in accordance with Ordering Clause 10 and as required by PSL § 66-12 and 16 NYCRR § 720-8.1, newspaper publications of the proposed tariff amendments are currently running in affected newspapers. The Company will file proof of publication with the Commission once all publications have been made.

Please contact the undersigned with any questions regarding this letter or the enclosure.

Respectfully Submitted,

/s/ Kellie I. Smith

Kellie I. Smith Manager, NY Gas Pricing

Kellie I. Smith