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## nationalgrid

January 17, 2019

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 statement, issued by KeySpan Gas East Corporation d/b/a National Grid ("Company"), is being submitted in compliance with the August 9, 2018 order issued in the subject proceeding (the "Order") by the Public Service Commission ("Commission").

Statement of Tax Reform Surcredit No. 2

To PSC No. 1 Gas

Effective: February 1, 2019

The purpose of this filing is to further amend the Company's Service Classification No. 4 Interruptible Sales Service ("SC 4"), Service Classification No. 7 Interruptible Transportation Service ("SC 7"), Service Classification No. 12 Temperature Controlled Service Non Residential ("SC 12"), and Service Classification No. 13 Temperature Controlled Transportation Service ("SC 13") with regard to the Tax Reform Surcredit ("TRS"). In the initial filing made December 20, 2018, the Company calculated the TRS rates for SC 4 (Interruptible Sales) and SC 7 (Interruptible Transportation) separately based on the individual delivery revenues for the respective class. Likewise, the Company calculated the TRS rates for SC 12 (TC Sales) and SC 13 (TC Transportation) separately based on the individual delivery revenues for each of those respective classes. However, after further consideration, the Company has determined that SC 4 and SC 7 customers should be getting the same TRS rate; and similarly, SC 12 and SC 13 customers should be getting the same TRS rate. The revisions to the TRS rate calculations for the above referenced service classifications does not impact the rates that were initially filed for all other service classes.

Attachment 1 of this filing contains the calculation used to develop the Tax Reform Surcredit (TRS).

Waiver of the newspaper publication requirements of PSL §66-12 and 16NYCRR 720.8 is requested for this filing.

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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