



November 28, 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 18-G-0318 – Petition of KeySpan Gas East Corp. d/b/a National Grid, The Brooklyn Union Gas Company d/b/a National Grid NY, and Consolidated Edison Company of New York, Inc. for Approval of the Cost Calculation and Reimbursement Provisions of the Replacement New York Facilities Agreement, and Recovery and Reconciliation of Costs Incurred Pursuant to Such Provisions, and Other Related Relief

Dear Secretary Burgess:

The attached leaves and statement, issued by KeySpan Gas East Corporation d/b/a National Grid ("Company"), are being transmitted for filing in accordance with Order of the Public Service Commission ("Commission"), State of New York issued on October 18, 2018 ("October 18 Order") in the above referenced proceeding.

First Revised Leaf No. 119.52.4
Fifth Revised Leaf No. 150.2

Statement of New York Facilities System Surcharge / Surcredit No. 2

To PSC No. 1 Gas

Effective: December 1, 2018

The purpose of this filing is to further amend the Company's Service Classification No. 7 Interruptible Transportation Service ("SC 7") with regard to the New York Facilities System Surcharge or Surcredit ("NYFS"). In the initial filing that was made on October 31, 2018, the Company included SC 7 due to the fact that the class had a small allocation of peak sendout in the Company's last filed rate case. However, the Company has determined that since Service Classification No. 4 Interruptible Sales Service ("SC 4") was excluded from the allocation of the NYFS, SC 7 should also be excluded from the NYFS Surcharge / Surcredit statement going forward. The removal of SC 7 does not impact the rates that were initially filed for all other service classes.

Attachment 1 to this letter contains the updated calculations used to develop the NYFS rates included on the statement without SC 7.

Also, in accordance with Ordering Clause 6 of this order, the requirements of PSL §66-12 and 16 NYCRR 720.8.1 concerning newspaper publication of the proposed tariff amendments have been waived.

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