Received: 08/30/2021



Melissa M. Barnes Manager, NY Gas Pricing Strategy & Regulation

August 30, 2021

Honorable Michelle L. Phillips, Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Dear Secretary Phillips:

Pursuant to Title 16 of the State of New York Official Compilation of Codes, Rules and Regulations ("16 NYCRR") Section 720, The Brooklyn Union Gas Company d/b/a/ National Grid NY ("the Company") hereby files the following statements which will take effect on September 1, 2021

Statement of Monthly Cost of Gas and Adjustments No. 277 which sets forth the gas cost adjustments applicable to monthly usage under Service Classification Nos. 1A, 1AR, 1B, 1BR, 1BI, 1B-DG, 2-1, 2-2, 3, 4A, 4A-CNG, 4B, 7, 14 and 21 of PSC No. 12-GAS.

Statement of Transportation Adjustment Charges No. 144 which sets forth the transportation cost adjustments applicable to monthly usage under Service Classification Nos. 17-1A, SC17-1AR, SC17-1B, SC17-1BI, SC17-1BR, SC17-2-1, 17-2-2, SC17-3, SC17-4A, SC17-4A-CNG, SC17-4B, SC17-7, and SC17-21 of PSC No. 12-GAS.

Please see Attachment 1 for the fixed cost allocation by Service Class.

Pursuant to PSC 12 Rule 34, the Company is resetting the rates for several components of the Merchant Function Charge on the Statement of Monthly Cost of Gas and Adjustments (GAC Statement No. 265) effective September 1, 2020: 1) Gas Procurement and Commodity-Related Sales Promotion Expenses; 2) Commodity Related Credit and Collection Expenses and 3) Return Requirement on Gas in Storage.

1. Gas Procurement and Commodity-Related Sales Promotion Expenses

As shown on Attachment 2, the Gas Procurement and Commodity-Related Sales Promotion Expenses is reset as follows:

- Rates effective September 1, 2021 August 31, 2022 is reset to \$0.02126/Dt or 0.2126 cents per therm.
- 2. Commodity Related Credit and Collection Expenses

As shown on Attachment 3, the Commodity Related Credit and Collection Expenses is reset as follows:

- Rates effective September 1, 2021 August 31, 2022 is reset to \$0.02807/Dt or 0.2807 cents per therm.
- 3. Return Requirement on Gas in Storage

As shown on Attachment 4, the Return Requirement on Gas Storage Inventory is reset as follows:

- Rates effective September 1, 2021 August 31, 2022 is reset to
- o \$0.02486/Dt or 0.2486 cents per therm for firm sales
- o \$0.02135/Dt or 0.2135 cents per therm for firm transportation

Questions pertaining to this filing may be directed to Jeffrey Davis at (315) 428-6952.

Respectfully Submitted, Melissa M. Barnes Manager, NY Gas Pricing

THE BROOKLYN UNION GAS COMPANY INITIAL EFFECTIVE DATE: 09/01/2021

Attachment 1

Fixed Cost Allocation

SC1,2,3,21	124.72%
SC 4A High Load Factor	40.11%
SC 4A CNG Whole Sale NGV	39.51%
SC 4B Yr-Round Space Conditioning	50.34%
SC 6 Temperature Controlled	1.64%
SC 7 Seasonal Off Peak	7.39%

The Brooklyn Union Gas Company d/b/a National Grid, NY

Calculation Gas Procurement and Commodity-Related Sales Promotion Expenses
Applicable to Firm Sales Customers under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 21, TC Sales and Interruptible Sales

1) Set Gas Procurement and Commodity Related Sales Promotion Expenses for:

Sept 1, 2021 - Aug 31, 2022

- a) Allowed Expenses /1
- b) Forecasted SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 21 & TC Sales
- c) Unit Rate effective September 1, 2020 August 31, 2021 = (1a / 1b)

\$2,403,313

113,070,168 Dt

\$0.02126 \$/Dt

0.2126 ¢ Cents/Therr

Notes:

/1 Leaf 79.2

Recase 19-6-0309021

The Brooklyn Union Gas Company d/b/a National Grid, NY

Calculation of Credit and Collection Expenses Applicable to Firm Sales, Firm Transportation, TC & IT under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14, 21, 17, TC & IT

1) Set Credit and Collection Expenses for:

Sept 1, 2021 - Aug 31, 2022

\$4,792,167 a) Allowed Expenses /1

Forecasted Firm Sales & Firm Transportation & TC: Received: 08430/2021 SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14, 21, 17, TC & IT

170,738,350 Dt Unit Rate effective September 1, 2020 - August 31, 2021 = (1a / 1b) \$0.02807 \$/Dt

0.2807 ¢ Cents/Therm

Allocation Between Sales Customers & Transportation Customers ESCOs

SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14, 21, TC & IT Sales 113,070,168 66% \$3,173,576 ESCOs (SC 17) and TC & IT Transportation 57,668,182 <u>34%</u> \$1,618,591 170,738,350 100% \$4,792,167

Notes:

/1 Leaf 79.3

The Brooklyn Union Gas Company d/b/a National Grid, NY

Calculation of Return Requirement on Gas in Storage
Applicable to Firm Sales Customers under SC 1, 2, 3, 4A, 4A-CNG, 4B, 7, 14 & 21
and Firm Transportation under SC 17

Effective September 1, 2021 - August 31, 2022

1) Set Return Requirement on Gas in Storage:

	9/30/202: 10/31/202:		Estimated Wtd Avg Storage Inventory Cost (based on 7/28/2021 NYMEX) (\$/dt) \$2.15 \$2.20	Estimated Storage Inventory Costs (\$) \$125,046,804 \$143,925,658	
	11/30/202		\$2.20	\$135,331,912	
	12/31/202		\$2.20	\$109,051,667	
	1/31/202		\$2.20	\$75,123,256	
	2/28/2022		\$2.20	\$42,057,140	
	3/31/2022		\$2.21	\$19,359,131	
	4/30/2022		\$2.25	\$15,405,929	
	5/31/2022		\$2.39	\$40,074,114	
Received:	08/30/2021 6/30/202	26,837,584	\$2.42	\$64,854,741	
RCCCIVCU.	7/31/2022	36,250,293	\$2.42	\$87,607,478	
	8/31/2027	45,655,565	\$2.40	\$109,801,247	
		429,323,363		\$967,639,077	
a) b)	Estimated Monthly Average Storave Inventory Costs (12 Months) Allocation between KEDNY and KEDLI (based on Forecasted Sales)			\$80,636,590	
/	KEDNY (Firm Sales and Firm Transportation)	158,503,384	59%	\$47,827,370	
	KEDLI (Firm Sales and Firm Transportiation	108,732,140	41%		
	Total	267,235,524	100%		
c)	Pre-Tax WACC (7 months of Rate Year 2 and 5 months of Rate Year 3) /1	, ,		7.83%	
d)	Target Return Requirement on Gas Storage Inventory (1b x 1c)			\$3,744,883	
2) Allocate Return Requirement on Gas Storage Inventory to Firm Sales & Firm Transportation Customers					
,		Firm Sales	Firm Transportation	Total	
		<u>(i)</u>	<u>(ii)</u>	<u>(iii)</u>	
a)	Total Storage Capacity (dt)	43,065,308	23,382,903	66,448,211	
b)	Less Storage Capacity Release (dt)	<u>0</u>	<u>3,305,454</u>	<u>3,305,454</u>	
c)	Net Storage Inventory	43,065,308	20,077,449	63,142,757	
d)	% Breakdown on Storage Inventory	<u>68%</u>	<u>32%</u>	<u>100%</u>	
e)	Allocated Return Requirement on Gas Storage Inventory : (1d * 2d)	\$2,554,126	\$1,190,757	\$3,744,883	
f)	Forecasted Firm Sales and Firm Transport Vols (9/1/2021 - 8/31/2022) dt	102,726,574	55,776,810	158,503,384	
g)	% Breakdown on Vols:	65%	35%	100%	
h)	Return Requirement on Gas Storage Inventory Charge (\$/dt)				
	Effective September 1, 2021 - August 31, 2022 (\$/Dt)	\$0.02486	\$0.02135		
	Cents/Therm	0.2486 ¢	0.2135 ¢		

Notes:

/1 Leaf 72

Pre-Tax WACC

RY1 7.95% April 1, 2020 - March 31, 2021 RY2 7.83% April 1, 2021 - March 31, 2022 RY3 7.83% April 1, 2022 - March 31, 2023