



Melissa M. Barnes
Manager – NY Gas Pricing

March 12, 2020

Honorable Michelle L. Phillips, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, New York 12223-1350

**RE: Case 16-G-0058– Proceeding on Motion of the Commission as to the Rates,
Charges, Rules and Regulations of KeySpan Gas East Corporation d/b/a/
National Grid for Gas Service.**

**Gas Safety and Reliability Surcharge (“GSRS”) for KeySpan Gas East
Corporation d/b/a National Grid**

Dear Secretary Phillips:

KeySpan Gas East Corporation d/b/a National Grid (“the Company”) hereby submits its Statement of Gas Safety and Reliability Surcharge (“GSRS”) in accordance with Leaf 119.52.2 of its gas tariff, PSC No. 1. The GSRS allows the Company to recover (i) a return on investment, depreciation expense, and certain operations and maintenance expense associated with incremental replacement of leak prone pipe (“LPP”) above the levels funded in base rates, (ii) the cost to repair system leaks in excess of the Company’s leak backlog targets, and (iii) any positive revenue adjustments earned for LPP productivity, LPP removals, and leak repairs.

The KEDLI LPP retirement figure submitted represents the LPP retirement footage completed between January 1, 2019 and December 31, 2019. These projects are in various stages of closeout and certain of the projects submitted as part of this filing have “design” footage in place of “actual” footage until final closeout of project documentation occurs. “Design” footage represents a conservative estimate of the LPP retirement and, therefore, final closeout commonly results in the increase of LPP footage claimed per project. Once these remaining projects are closed out, the Company will determine the actual LPP footage for each. For this reason, final closeout of all CY19 documentation may require an adjustment of the claimed LPP retirement footage in the following year’s annual filing.

The Company has calculated the GSRS related to the period January 1, 2019 through December 31, 2019, including prior year total imbalance. Effective April 1, 2020 through March 31, 2021, the following GSRS will be implemented:

- Service Classification Nos. 1, 2, 3, 15, 16, 17 and 5: \$0.00182 per therm.

Attachment 1 contains the calculations used to develop the GSRS.

Questions pertaining to this filing may be directed to Rozita Shortell at (315) 460-1023.

Respectfully Submitted,

/s/ Melissa M. Barnes

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Manager, NY Gas Pricing