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nationalgrid

March 27, 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 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 Brooklyn Union Gas Company, d/b/a National Grid NY ("the Company"), hereby submits its Statement of New York Facilities System Surcharge / Surcredit ("NYFS") in compliance with Rule 54 of PSC No. 12 Gas Tariff.

The Statement of New York Facilities System Surcharge / Surcredit No. 2 includes the reconciliation of the NYFS revenues and costs for Calendar Year 2018 to the amounts included in the Company's base delivery rates for Calendar Year 2018 and an adjustment to the actual cost incurred to the CY 2017 reconciliation.

Attachment 1 to this letter contains the calculations used to develop the NYFS rates included on the statement.

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