nationalgrid

Dawn Herrity Principal Program Manager Regulation & Pricing

January 21, 2016

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

CASE 06-G-1186 – KeySpan Gas East Corporation d/b/a National Grid - Rates – RE: Report Concerning Retail Access Program Collaborative.

CASE 14-G-0330 – Tariff Filing by KeySpan Gas East Corporation d/b/a National Grid to modify the retail access program under S.C. No. 8 - Seller Service contained in P.S.C. No. 1 - Gas.

Dear Secretary Burgess:

In accordance with the New York Public Service Commission's Order Approving Balancing Collaborative Report Recommendations with Modifications ("Order") issued October 23, 2014 in the above-referenced cases, KeySpan Gas East Corporation d/b/a National Grid ("National Grid" or "Company") hereby submits the tariff leaves listed on Attachment 1, to become effective on May 1, 2016.

The purpose of this filing is to further amend the tariff provisions of the Company's retail access program provided under Service Classification No. 8 – Seller Service ("SC 8") to implement changes to core monthly balanced transportation that were proposed in a collaborative among the Company, Department of Public Service Staff and ESCOs and approved by the Commission's Order. On October 2, 2015, the Company filed Supplement No. 23 which postponed these tariffs until May 1, 2016. After discussions with DPS Staff, it was agreed that further revisions were necessary. Specifically, the tariff revisions will implement "Tier 2A – Storage Capacity Release" in which storage capacity assets and related storage transportation assets are to be released to Sellers starting May 1, 2016. In conjunction with this storage capacity release, the tariff revisions provide that the Company will transfer gas inventory that remains in storage as of May 1, 2016 to Sellers at the Company's weighted average storage inventory price. The Company's existing retail access storage service which bundles storage capacity with inventory will be renamed "Tier 2B – Retail Access Storage" and will continue to be provided to Sellers in lieu of a physical capacity release of storage assets that are not releasable. The tariff revisions will also effectuate a weather true-up adjustment each day to account for any difference between actual and forecasted weather on each Seller's daily delivery quantity. The weather true-up adjustment will be applied to each Seller's available Tier 2B Retail Access Storage inventory balance.

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In accordance with Section 720-2.3 of the Commission's Regulations, a proposed notice of this filing suitable for use under the State Administrative Procedure Act is also enclosed.

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

Any questions regarding this filing should be directed to me at (929) 324-4580 or at Dawn.Herrity@nationalgrid.com.

Sincerely,

/s/ Dawn Herrity

Dawn Herrity Principal Program Manager Regulation & Pricing

Attachment 1

Eleventh Revised Leaf No. 12 Fifth Revised Leaf No. 17.1 Third Revised Leaf No. 104 Tenth Revised Leaf No. 158 Fourth Revised Leaf No. 158.1 Second Revised Leaf No. 158.2 Second Revised Leaf No. 158.3 Third Revised Leaf No. 159.1.4 Fifth Revised Leaf No. 159.3 Original Leaf No. 159.3.1 Original Leaf No. 159.3.2 Original Leaf No. 159.3.3 Fifth Revised Leaf No. 159.4