Received: 06/15/2023

## nationalgrid

Melissa M. Barnes Manager – NY Gas Pricing

June 15, 2023

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 19-G-0309 – Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of The Brooklyn Union Gas Company d/b/a National Grid NY for Gas Service.

Demand Capacity Surcharge Mechanism ("DCSM") for Brooklyn Union Gas Company d/b/a National Grid

Dear Secretary Phillips:

The Brooklyn Union Gas Company d/b/a National Grid NY ("the Company") hereby submits its Statement of Demand Capacity Surcharge Mechanism ("DCSM") in compliance with Rule 57 of PSC No. 12 Gas Tariff.

The Company hereby submits recovery for Demand Response program cost (fiscal year 2023 true up to actual program costs, 50% of projected fiscal year 2024 program costs plus applicable carrying charges), Long-Term Capacity Projects, and incremental Energy Efficiency program cost (difference between Rate Year 3 rate allowances and Commission approved NE:NY budget authorizations) components of the DCSM unit rate to be effective July 1, 2023. In accordance with the Company's response to DPS-DSM22-01, the Company is not including the true-up recovery of the fiscal year 2023 or the fifty percent of the projected fiscal year 2024 Energy Efficiency Weatherization program costs through the DCSM.

Since the DCSM rate is one of the components included in the Statement of Delivery Rate Adjustment ("DRA"), the DRA statement will be filed once all July 1<sup>st</sup> rate statements have been submitted.

Statement of Demand Capacity Surcharge Mechanism ("DCSM") No. 3

To PSC No. 12 Gas

Effective: July 1, 2023

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Attachment 1 contains the calculations used to develop the DCSM surcharge.

Questions pertaining to this filing may be directed to Melissa Barnes at Melissa.Barnes@nationalgrid.com. Thank you for your time and attention to this matter.

Respectfully Submitted,

/s/ Melissa M. Barnes

Melissa M. Barnes Manager, NY Gas Pricing