nationalgrid

August 27, 2010

Via Electronic Mail

Honorable Jaclyn A. Brilling, Secretary State of New York Public Service Commission Office of the Secretary, 19th Floor Three Empire State Plaza Albany, NY 12223-1350

Re: Case 07-M-0548 – Proceeding on Motion of the Commission Regarding an Energy Efficiency Portfolio Standard

Case 09-G-0363 – Petitions for Approval of Energy Efficiency Portfolio Standard (EEPS) Gas Energy Efficiency Programs

Dear Secretary Brilling:

The enclosed Statement of System Benefits Charge, issued by KeySpan Gas East Corporation d/b/a National Grid (hereinafter "the Company"), is transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York ("Commission"):

Statement of System Benefits Charge - Statement No. 2 To Schedule for Gas Service - PSC No. 1-GAS

The Statement of System Benefits Charge - Statement No. 2 is being filed in compliance with Ordering Clause No. 12 in the Commission's June 24, 2010 Order Approving Three New Energy Efficiency Portfolio Standard (EEPS) Programs and Enhancing Funding and Making Other Modifications for EEPS Programs.

The purpose of the proposed revision to the SBC statement is to recover authorized incremental funding for the three-month period October 1, 2010 through December 31, 2010. The approved incremental funding is listed on Table 14, of Appendix 2 for a total amount of \$1,317,430, of which \$812,142 the Company will be collecting and transferring to NYSERDA. Attachment 1 contains the workpaper highlighting the calculation used to determine the updated factor.

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Should you have any questions concerning this filing, please contact me at dawn.herrity@us.ngrid.com. Thank you for your attention to this matter.

Sincerely,

Dawn Herrity Lead Analyst Gas Pricing

/dh

Enclosures

cc: Active Parties List in Case 07-M-0548 via EEPS listserv