Received: 12/14/2018



Dawn Herrity Principal Program Manager U.S. Strategy and Regulation

December 14, 2018

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 14-M-0565 – Proceeding on Motion of the Commission to Examine Programs to Address Energy Affordability for Low Income Utility Customers

Dear Secretary Burgess:

The attached statement, issued by KeySpan Gas East Corporation d/b/a National Grid ("Company") is being transmitted for filing in accordance with order of the Public Service Commission ("Commission"), State of New York issued on February 17, 2017 ("February 17 Order") in the above-referenced proceeding.

Statement of Energy Affordability Credit No. 2

To PSC No. 1-GAS

Effective: January 1, 2019

This filing is made in compliance with the February 17 order, which directed the Company to perform annual calculations and file adjustments to tier discount amounts, if necessary. Given the potential for year to year volatility in usage levels and commodity costs, the Commission suggested in the February 17 Order, that utilities consider using a three year average of bills as a basis for calculations. For the Company, using a one year average resulted in the lowest volatility in discounts and better reflects current average annual bills. The results of the annual calculation show average annual bills decreasing, and thus, discounts decreasing for each tier. Finally, as directed by the Commission in the February 17 Order, the minimum tier discounts for non-heating are being reduced from \$9.00 to \$3.00.

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 U.S. Strategy and Regulation