



April 15, 2013

Honorable Jeffrey C. Cohen, Acting 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 06-G-1185 – 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 – Revenue Decoupling Mechanism - REVISED**

Dear Acting Secretary Cohen:

On March 15, 2013, The Brooklyn Union Gas Company d/b/a National Grid NY (“Company”) filed its annual Revenue Decoupling Mechanism reconciliation in accordance with the Commission’s “Order Concerning Proposed Revenue Decoupling Mechanism” dated December 22, 2009 in the above-captioned proceeding (“December 22 Order”). Subsequent to the March 15<sup>th</sup> filing, it was determined that some of the actual delivery service revenues reported for Calendar Years 2010, 2011 and 2012 inadvertently included Gross Receipts Tax, which resulted in an overstatement of the Company’s revenues in each of these years. In addition, since the time of the initial filing the Company has received updated information regarding customer accounts that were backbilled final due to Superstorm Sandy. Accordingly, the Company hereby submits the following revised Statement of Revenue Decoupling Mechanism:

Statement No. 5 – Statement of Revenue Decoupling Mechanism  
Schedule to Gas Service, P.S.C. No. 12-GAS  
Effective Date: May 1, 2013

The purpose of this filing is to revise the Statement of Revenue Decoupling Mechanism to reflect the revenue adjustments described above. *Attachment A* sets forth the revised reconciliation. The revised surcharge will be included in the Delivery Rate Adjustment for Service Classification Nos. 1B, 1BR, 1BI, 17-1B, 17-1BR, and 17-1BI effective May 1, 2013.

Please contact the undersigned if you have questions or require further information.

Yours truly,

Dawn Herrity  
Regulation & Pricing

Enclosures

cc: Active Parties – Case 06-G-1185

## The Brooklyn Union Gas Company d/b/a National Grid NY - Case 06-G-1185

	<u>Annual Calc</u>	<u>Forecast Thruput May 1, 2013 - April 30, 2014</u>	<u>Rate Per Dth</u>	<u>Rate Per Therm</u>
		Dth		
SC 1 Residential Heating				
(a) Target Revenue Per Customer	\$ 654.79			
(b) Actual Number of Customers	558,241			
(c) Actual Delivery Revenue	\$ 361,428,200.89			
(c) / (b) = (d) Actual Revenue Per Customer	\$ 647.44			
(a) - (d) = (e) RPC Variance (Target - Actual)	\$ 7.35			
(e) x (b) = (f) Variance times Customers	\$ 4,104,444.76			
(f) RDM Year 3 Dollars to be Collected	\$ 4,104,444.76			
RDM Year 1 (Jan 2010 - Dec 2010)				
(g) Adjusted Delivery Revenue	\$ 447,178.36			
RDM Year 2 (Jan 2011 - Dec 2011)				
(h) Adjusted Delivery Revenue	\$ 58,097			
RDM Year 1 (Jan 2010 - Dec 2010)				
(i) Surcharge Under-recovery	\$ 1,247,011.33			
(j) <u>Interest</u>	<u>\$ 242,911.21</u>			
(f) + (g) + (h) + (i) + (j) = (k) Total Dollars to be Surcharged/Credited	\$ 6,099,642.56	(l) 72,705,009	(k) / (l) \$ 0.0839	\$ 0.0084

Note: Actual number of customers was adjusted to reflect customers that were backbilled final due to Sandy