nationalgrid

June 30, 2016

Honorable Kathleen H. Burgess, Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

> RE: Case 12-G-0202 – Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Niagara Mohawk Power Corporation d/b/a/ National Grid for Gas Service.

Net Revenue Sharing ("NRS") Reconciliation for Niagara Mohawk Power Corporation d/b/a National Grid

Dear Secretary Burgess:

Niagara Mohawk Power Corporation, d/b/a National Grid ("the Company") hereby submits its Statement of Net Revenue Sharing ("NRS") Adjustment No. 16 ("Statement") in compliance with Rule 26 of PSC No. 219 Gas Tariff. The Company has performed a reconciliation of its Net Revenue Sharing Mechanism for the period April 1, 2015 through March 31, 2016.

Effective August 1, 2016 through July 31, 2017, the following Net Revenue Sharing Adjustments will be implemented:

• Service Classification Nos. 1, 2, 3, 5, 7, 8, 12 & 13: (\$0.00057) per therm credit.

Complete work papers supporting the credit are being sent directly to Staff.

Questions pertaining to this filing can be addressed to me at (315) 428-6533 or via e-mail to Kellie.Smith@nationalgrid.com.

Sincerely,

**Xellie & Smith

Kellie Smith Manager, NY Gas Pricing