Received: 10/18/2007

national**grid**

October 18, 2007

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

Dear Secretary Brilling:

Attached for filing in accordance with the requirements of the Public Service Commission of the State of New York is the following Statement:

Statement of Net Revenue Sharing Surcharge No. 6

To PSC No. 219 Gas

Effective: December 1, 2007

The company files this Statement per Rule 26 of its PSC No. 219 Gas Tariff in Compliance with the Gas Rate and Restructuring Settlement Agreement in Case 99-G-0336. The Rule requires the Company to submit for review and approval by November 30th of each year its calculation of any net revenue sharing refund or recovery. The resulting calculation for the twelve months ending August 31, 2007 is a surcharge of \$0.01032 per therm. The surcharge rate is based on the sum of the amounts of (\$7,530,594.53) under recovered for the twelve month period ending August 31, 2007, adjustments related to Tariff Rules 26.3.3 and 26.3.5 totaling \$421,613.97 and an amount of (\$472,028.48) related to the un-recovered balance related to the Statement No. 4 surcharge divided by projected thruput for the twelve month period beginning December 1, 2007 through November 30, 2008.

The table below illustrates the development of the resulting under collected delivery revenues inclusive of adjustments per Tariff Rules 26.3.3 and 26.3.5 of the Company's Gas Tariff, PSC 219.

		SC9 Individually Negotiated	
	SC4 & 6	<u>Contracts</u>	<u>Total</u>
TOTAL ACTUAL REVENUE	\$ 3,918,329.72	\$ 13,014,741.69	\$ 16,933,071.41
TARGETS TO DATE	\$ 4,600,000.00	\$ 20,000,000.00	\$ 24,600,000.00
OVER/(UNDER)	\$ (681,670.28)	\$ (6,985,258.31)	\$ (7,666,928.59)
SHARING PERCENTAGE (SYMMETRICAL)	\$ 0.80	\$ 1.00	
REVENUE SHARING BEFORE ADJUSTMENTS	\$ (545,336.22)	\$ (6,985,258.31)	\$ (7,530,594.53)
ADJUSTMENT PER RULE 26.3.3, PSC 219 (SC9 TO SC8)	\$ -	\$ 31,161.91	\$ 31,161.91
ADJUSTMENT PER RULE 26.3.5, PSC 219 (50% SHORTFALL ADJUSTMENT FOR RENEGOTIATED SC9			
CONTRACT, CUSTOMER NO. 7)	\$ -	\$ 390,452.06	\$ 390,452.06
SEPTEMBER 2004 - AUGUST 2005 BALANCE TO BE RECOVERED			\$ (472,028.48)
AMOUNT TO BE RECOVERED			\$ (7,581,009.04)
ESTIMATED SALES (SC1, 2 & 3 Sales and TransportTherms) TWELVE MONTHS ENDING NOVEMBER			
2008			734,319,822
SURCHARGE EFFECTIVE DECEMBER 1, 2007 THROUGH NOVEMBER 30, 2008			\$ 0.01032

Complete work papers supporting the \$0.01032 surcharge have been sent directly to the Commission's Staff.

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Please advise the undersigned of any action taken on this filing at (315) 428-5613 or via e-mail to <u>john.powers@us.ngrid.com</u>.

Very truly yours,

John T. Powers Principal Analyst, Gas Pricing

JTP/tlf (S:/tariffs/219tariff/docfile/letters/lett191)

Enclosures

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