Received: 07/29/2009

national**grid**

July 29, 2009

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. 8

To PSC No. 219 Gas

Effective: October 1, 2009

The company files this Statement per Rule 26 of its PSC No. 219 Gas Tariff. Rule 26.1.1 requires the Company to submit for review and approval by September 1, 2009 its calculation of any net revenue sharing refund or recovery for the period of September 1, 2008 through May 31, 2009. This calculation results in a surcharge rate of \$0.00891 per therm. The surcharge rate is based on the amount of \$6,290,147.22 under recovered from Service Classifications 4, 6 & 9 for the nine month period ending May 31, 2009 inclusive of an adjustment related to the 80/20 percent symmetrical sharing applicable to Service Classification Nos. 4 & 6 and adjustments related to Tariff Rules 26.3.3 and 26.3.5. The amount is further adjusted by \$204,507.74 related to the un-recovered balance applicable to the Statement No. 6 surcharge to arrive at the total amount to be recovered of \$6,548,060.11. The total amount of \$6,548,060.11 is then divided by projected throughput for the twelve month period beginning October 1, 2009 through September 30, 2010 to arrive at a surcharge rate of \$0.00891 per therm.

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.

	SC4 & 6	SC9 Individually Negotiated Contracts		<u>Total</u>	
TARGETS TO DATE	\$ 3,594,635	\$	15,115,983	\$	18,710,618
TOTAL ACTUAL REVENUE	\$ 3,602,216	\$	7,791,708	\$	11,393,925
(OVER)/UNDER	\$ (7,581)	\$	7,324,275	\$	7,316,693
REVENUE SHARING BEFORE ADJUSTMENTS	\$ (7,581)	\$	7,324,275	\$	7,316,693
ADJUSTMENT PER RULE 26.3.3, PSC 219 (SC9 TO SC8)	\$ -	\$	(823,555)	\$	(823,555)
ADJUSTMENT PER RULE 26.3.5, PSC 219 (50% SHORTFALL ADJUSTMENT FOR RENEGOTIATED SC9					
CONTRACT, CUSTOMER NO. 7)	\$ -	\$	(204,508)	\$	(204,508)
SHARING PERCENTAGE (SYMMETRICAL)	80%		100%		
AMOUNT TO BE RECOVERED	\$ (6,065)	\$	6,296,212	\$	6,290,147
STATEMENT 6 - SEPTEMBER 2006 - AUGUST 2007 BALANCE TO BE RECOVERED				\$	257,913
TOTAL AMOUNT TO BE RECOVERED				\$	6,548,060
ESTIMATED SALES (SC1, 2 & 3 Sales and TransportTherms) TWELVE MONTHS ENDING NOVEMBER 2010					735,085,427
SURCHARGE EFFECTIVE DECEMBER 1, 2009 THROUGH NOVEMBER 30, 2010	•			\$	0.00891

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Complete work papers supporting the \$0.00891 surcharge have been sent directly to the Commission's Staff.

Please advise the undersigned of any action taken on this filing at (315) 428-5880 or via e-mail to amy.wisner@us.ngrid.com.

Very truly yours,

Amy Wisner Senior Analyst, Gas Pricing

AW/crc Enclosures

cc: Theresa M. Burns

Daniel J. Wheeler, PSC Marcia G. Collier Cindy Kernan Jennifer Tang

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