

BERKSHIRE CONSULTING SERVICES

To: Rhode Island Public Utilities Commission

From: David Efron, Berkshire Consulting Services, on behalf of the Division of Public Utilities and Carriers

Date: October 3, 2013

Re: National Grid Distribution Adjustment Clause, Docket 4431

On August 1, 2013, National Grid - Gas (“the Company”) submitted its 2013 Distribution Adjustment Clause Filing (“DAC”) and supplemented that filing on September 3, 2013. I have examined the Pension and Postretirement Benefits Reconciliation, Earnings Sharing Mechanism, and ISR Revenue Requirement Reconciliation components of the DAC. In particular, I have reviewed the Company’s testimony and exhibits, including the updates and supplements to the original filing, and I have analyzed the Company’s reconciliations of those components. I have also reviewed the responses to Division data requests on those matters.

Certain computational errors were noted in the calculation of the pension and PBOP funding carrying charges in the Company’s August 1 filing. In response to Division data requests, the Company corrected the calculation of the funding carrying charges and reflected those corrections in the supplemental filing on September 3, 2013. No other exceptions were noted. Based on my review, I have no adjustments to those components of the DAC that I have reviewed.