



State of Rhode Island
Division of Public
Utilities & Carriers

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To: Luly Massaro, Commission Clerk

From: John Bell, ^{JB.} Chief Accountant

Date: February 11, 2020

Subject: Docket 4996 – Revenue Requirements re: National Grid’s FY 2021 Gas Infrastructure, Safety, and Reliability Plan

On December 20, 2019, The Narragansett Electric Company d/b/a National Grid (“National Grid” or “the Company”) filed its Gas Infrastructure, Safety, and Reliability (ISR) Plan for FY 2021. According to the filing, the total FY 2021 Gas ISR Plan revenue requirement is \$22,354,740 which results in an annual bill increase of \$44.08, or 3.7 percent to the average residential customers using 845 therms annually.

On January 31, 2020, the Company filed a Motion for Leave to Amend its filing. The proposed amendments included adjustments to the revenue requirements to reflect the use of actual versus projected figures from the final FY 2019 federal income tax return and also the removal of funding for the heat decarbonization proposal. These changes resulted in a total FY 2021 Gas ISR Plan revenue requirement of \$22,761,529 which is an increase of \$406,789 from the amounts included in the December 30, 2019 filing. Under the amended proposal, the average residential customer’s annual bill would increase by \$46.08 or 3.8%.

I reviewed both the above referenced filings in detail and had discussions with the Company to ensure my understanding of the details of the revenue requirement calculations included in the filing. Based on my review, I concluded that the revised revenue requirements and associated ISR factors included in NGrid’s January 31, 2019 filing were accurately calculated.