

STATE OF NEW YORK  
DEPARTMENT OF PUBLIC SERVICE

April 28, 2023

SUBJECT: Proposed Major Revenue Increase for Rate Year Ending March 31, 2025  
Case Nos.: 23-G-0225 and 23-G-0226  
Utility: The Brooklyn Union Gas Company d/b/a National Grid NY and  
KeySpan Gas East Corporation d/b/a National Grid  
Date Filed: April 28, 2023 Final Suspension Date: March 31, 2024

**Case 23-G-0225 – The Brooklyn Union Gas Company d/b/a National Grid NY (KEDNY)**

KEDNY is requesting an increase in annual gas delivery revenues of approximately \$414 million (28 percent increase in delivery revenues or 17 percent increase in total revenues) for the rate year ending March 31, 2025. KEDNY projects that the requested increase in delivery revenues will result in a total average monthly bill increase of about \$30.95 (26.1 percent on the delivery bill or 17.2 percent on the total bill) for an average residential heating customer.

**Case 23-G-0226 – KeySpan Gas East Corporation d/b/a National Grid (KEDLI)**

KEDLI is requesting an increase in annual gas delivery revenues of approximately \$228 million (24 percent increase in delivery revenues or 14 percent increase in total revenues) for the rate year ending March 31, 2025. KEDLI projects that the requested increase in delivery revenues will result in a total average monthly bill increase of about \$28.52 (25.1 percent on the delivery bill or 16.3 percent on the total bill) for an average residential heating customer.

The Companies state that the drivers of the rate increase include investments in critical infrastructure needed to comply with Federal and State pipeline safety mandates, and increased costs to deliver the expanded energy efficiency and other demand reduction offerings. The Companies also state that the need for the rate relief is also attributed to macro-economic factors such as rising cost of materials due to inflation, increase in contractor costs, and increase in property taxes.

The rate filing focuses on three priorities which include delivering safe and reliable service, meeting the needs of customers, and advancing CLCPA goals. To address these priorities the Companies propose to: (1) maintain the current pace of leak prone pipe

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replacements and continue to aggressively address the leak backlog; (2) continue or expand customer oriented initiatives to ensure energy affordability, improve customer experience and maintain customer satisfaction; (3) improve the resiliency of the distribution system by investing in automation, safety valves, and storm hardening projects; and (4) continue or expand many CLCPA-supporting initiatives such as non-pipe alternatives, energy efficiency and demand response programs.

Rate cases are a primary instrument of government regulation of these industries. Interested persons may intervene and become parties in a utility company's rate case. Typical intervenors include: industrial, commercial and other large-scale users of electricity; public interest groups; representatives of residential, low-income and elderly customers; local municipal officials; and, dedicated advocacy groups. The applicable legal requirements require the Public Service Commission (PSC) to render a decision within 11 months after a major rate case is filed. Rate cases proceed in an entirely public and open process.