

May 29, 2018

VIA HAND DELIVERY & ELECTRONIC MAIL

Luly E. Massaro, Commission Clerk
Rhode Island Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

RE: Docket 4686 - Request for Approval of Storm Contingency Fund Replenishment Compliance Filing

Dear Ms. Massaro:

On behalf of National Grid,¹ I have enclosed one original and nine copies of the Company's compliance filing for filing with the Public Utilities Commission (PUC) in the above-referenced docket to reflect the Company's \$2,000,000 credit to the Storm Contingency Fund in compliance with Paragraph (1) of the Joint Proposal and Settlement between the Company and the Division of Public Utilities and Carriers, which the Public Utilities Commission approved following the conclusion of the evidentiary hearing on April 27, 2018.

The enclosed schedule is the same schedule as Attachment 2 to the Company's annual Storm Fund Report for calendar year 2017 filed with the PUC on April 2, 2018 in Docket No. 2509 with partial information added for the first four months of calendar year 2018 to reflect the \$2,000,000 credit to the Storm Fund made in April 2018 as shown in Column (i) Adjustments. Please note that the enclosed schedule does not include updated information in Column (h) Storm Charges; the updated information will be included in the Company's annual Storm Fund Report for calendar year 2018 to be filed with the PUC on or about March 30, 2019.

Thank you for your attention to this filing. Please contact me at 781-907-2153 if you have any questions concerning this matter.

Very truly yours,



Celia B. O'Brien

Enclosures

cc: Docket 4686 Service List
Macky McCleary, Division
Jonathan Schrag, Division
John Bell, Division
Leo Wold, Esq.

¹The Narragansett Electric Company d/b/a National Grid (National Grid or the Company).

The Narragansett Electric Company
d/b/a National Grid
Annual Report of Storm Fund Activity
Updated for Monthly Contributions, Interest and \$2M Settlement Credit
For the 16 Months Ended April 30, 2018

Monthly Contributions

Line No.	Month	Beginning Balance	Monthly Contribution	Monthly Contribution	Monthly Contribution	Supplemental Contribution	Total Monthly Contributions	Monthly Interest	Storm Charges	Adjustments	Ending Balance
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	January-17	(\$94,179,704)	\$150,000	\$250,000	\$209,261	\$0	\$609,261	(\$168,497)	\$0	\$0	(\$93,738,940)
2	February-17	(93,738,940)	150,000	250,000	209,261	0	609,261	(167,711)	(\$328,011)	0	(93,625,401)
3	March-17	(93,625,401)	150,000	250,000	209,261	0	609,261	(144,026)	(\$1,865,144)	0	(95,025,310)
4	April-17	(95,025,310)	150,000	250,000	209,261	0	609,261	(146,173)	(\$899,557)	0	(95,461,778)
5	May-17	(95,461,778)	150,000	250,000	209,261	0	609,261	(146,842)	(\$1,004,851)	0	(96,004,210)
6	June-17	(96,004,210)	150,000	250,000	209,261	0	609,261	(147,674)	(\$110,492)	0	(95,653,115)
7	July-17	(95,653,115)	150,000	250,000	209,261	890,671	1,499,932	(147,135)	(\$7,536)	0	(94,307,854)
8	August-17	(94,307,854)	150,000	250,000	209,261	2,028,254	2,637,515	(145,755)	(\$2,333)	0	(91,818,427)
9	September-17	(91,818,427)	150,000	250,000	209,261	1,850,778	2,460,039	(142,810)	(\$270)	0	(89,501,468)
10	October-17	(89,501,468)	150,000	250,000	209,261	1,678,718	2,287,979	(139,122)	(\$59,278)	0	(87,411,889)
11	November-17	(87,411,889)	150,000	250,000	209,261	1,631,262	2,240,523	(135,786)	(\$5,900,527)	0	(91,207,679)
12	December-17	(91,207,679)	150,000	250,000	209,261	1,638,429	2,247,690	(141,570)	(\$2,930,138)	222,897	(91,808,798)
13	January-18	(91,808,798)	150,000	250,000	209,261	2,008,173	2,617,434	(142,497)	\$0	0	(89,333,861)
14	February-18	(89,333,861)	150,000	250,000	209,261	1,728,208	2,337,469	(138,985)	\$0	0	(87,135,378)
15	March-18	(87,135,378)	150,000	250,000	209,261	1,646,994	2,256,255	(171,457)	\$0	0	(85,050,580)
16	April-18	(85,050,580)	150,000	250,000	209,261	1,626,500	2,235,761	(167,330)	\$0	2,000,000	(80,982,150)
17	16 Months Ended April 30, 2018	(\$94,179,704)	\$2,400,000	\$4,000,000	\$3,348,176	\$16,727,987	\$26,476,163	(\$2,393,369)	(\$13,108,136)	\$2,222,897	(\$80,982,150)

Column Notes:

- See 2016 Storm Fund Report - Attachment 2
- Per RIPUC Docket No 4323, the base-rate revenue requirement includes \$1,800,000 annually as a contribution to the Storm Fund.
- Per RIPUC Docket No. 4323, an additional \$3.0 million is to be contributed annually to the Storm Fund for a period of six years commencing February 1, 2013. At the end of the six-year period, the continuation of this supplemental \$3.0 million annual Storm Fund contribution will be subject to PUC review. Per RIPUC Docket No. 4686, an extension of an additional \$3.0 million is to be contributed annually to the Storm Fund for a period of twenty six months, with an expiration date of March 31, 2021.
- Per RIPUC Docket No. 4323, the 10-year amortization of \$25 million related to a 2003 VERO as approved in Docket No. 3617, concluded December 31, 2013 (annual amortization of \$2.5 million). Upon its conclusion, the \$2.5 million is credited to the Storm Fund.
- Per RIPUC Docket No. 4686, Storm Fund Replenishment Factor (SFRF) amount for a period of four years commencing July 1, 2017.
- See 2017 Storm Fund Report - Attachment 3 (Costs only reflect Calendar Year 2017 Activity)
- Represents 50% of 2017 attachment fee revenue in excess of \$850,000. For Calendar Year 2017, costs related to the amount of non-deferrable storm expense of \$4,329,681 are within the base rate allowance of \$3,722,000 +/- a \$2 million collar as per the Amended Settlement Agreement in RIPUC Docket No. 4323, thereby requiring no adjustment to the Storm Fund. April 2018 represents a \$2 million adjustment per the Joint Settlement Agreement, RIPUC Docket No. 4686
- Ending balance does not reflect true up of storm-related capital costs to actual installed units for storm events experienced after March 2013.

Certificate of Service

I hereby certify that a copy of the cover letter and any materials accompanying this certificate was electronically transmitted to the individuals listed below.

The paper copies of this filing are being hand delivered to the Rhode Island Public Utilities Commission and to the Rhode Island Division of Public Utilities and Carriers.

Joanne M. Scanlon

May 29, 2018

Date

**Docket No. 4686 – National Grid’s Storm Contingency Fund Replenishment
Service List as of 1/26/17**

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