



# The Commonwealth of Massachusetts

## DEPARTMENT OF PUBLIC UTILITIES

### NOTICE OF FILING AND REQUEST FOR COMMENTS

D.P.U. 19-05

January 31, 2019

Petition of Massachusetts Electric Company and Nantucket Electric Company, each d/b/a National Grid, for approval of their 2018 electric reconciliation filing effective March 1, 2019, pursuant to G.L. c. 164, § 1A(a) and 220 CMR 11.03(4)(e).

On January 15, 2019, Massachusetts Electric Company and Nantucket Electric Company, each d/b/a National Grid (collectively, “Company”), filed with the Department of Public Utilities (“Department”) their annual electric reconciliation filing, pursuant to G.L. c. 164, § 1A(a) and 220 CMR 11.03(4)(e). The Company’s annual electric reconciliation filing consists of the preliminary reconciliation of 2018 costs and revenues for the Company’s basic service adjustment rates, transition charge, transmission charges, Attorney General consultant expense factors (“AGCEF”), renewable energy recovery factor (“RERF”), and net metering recovery surcharge (“NMRS”). The Company also proposes Tax Act Credit Factors (“TACF”), designed to credit customers the amortization of excess accumulated deferred income tax resulting from the decrease in the corporate federal income tax rate as a result of the Tax Cuts and Jobs Act of 2017. The Company proposes updated charges and tariffs to be effective March 1, 2019. The Department has docketed this petition as D.P.U. 19-05.

On December 19, 2018, the Company filed its annual electric residential assistance adjustment factor (“RAAF”) reconciliation filing, proposing updated RAAFs for effect March 1, 2019. The Department docketed the Company’s RAAF filing within this docket, D.P.U. 19-05.

The Company proposes the following charges, effective March 1, 2019, applicable to all customers:

Rate Factor	Proposed Rate (\$/kWh)
RERF	0.00087
AGCEF	0.00000

Additionally, the Company proposes changes to the basic service adjustment, transition charge, transmission charge, NMRS, TACF, and RAAF effective March 1, 2019, with charges varying by rate class. The Company proposes the following charges, effective March 1, 2019, for residential customers (R-1 and R-2):

Rate Factor	Proposed Rate (\$/kWh)
Basic Service Adjustment	(0.00145)
Transition Charge	(0.00103)
Transmission Charge	0.03164
NMRS	0.00859
TACF	(0.00032)
RAAF	0.00560

The Company's proposed charges for other rate classes are set forth in the Company's Filing in Schedule PP-2 for the basic service adjustment, transition charge, transmission charge, and NMRS; Schedule PP-16, at 1 for the TACF; and Schedule MJP-2, at 1 for the RAAF.

In separate filings, the Company is proposing changes effective March 1, 2019, to its revenue decoupling adjustment factor (D.P.U. 19-04), pension adjustment factor (D.P.U. 19-03), solar cost adjustment factor (D.P.U. 19-13), and capital expenditure factor (D.P.U. 18-46). These proposed changes will also impact ratepayers' bills.

Approval of all of the Company's proposed rate adjustments for effect March 1, 2019, would result in an increase of \$2.73 or 1.8 percent in the bill of a typical Massachusetts Electric Company residential customer using 600 kWh of electricity per month. For a typical Nantucket Electric Company residential customer using 600 kWh of electricity per month, the proposed rate adjustments would result in an increase of \$2.73 or 1.7 percent. The Company states that the average bill impacts for all customers range from a decrease of 0.9 percent to an increase of 4.7 percent, depending on rate class and usage. For specific bill impacts, please contact the Company as shown below.

Any person interested in commenting on this matter may submit written comments not later than the close of business (5:00 p.m.) on **Thursday, February 21, 2019**. One (1) original and one (1) copy of all written documents must be filed with Mark D. Marini, Secretary, Department of Public Utilities, One South Station, 5<sup>th</sup> Floor, Boston, Massachusetts 02110. In addition, one (1) copy of all written documents must be sent to counsel for the Company, Meabh Purcell, National Grid USA Service Company, Inc., 40 Sylvan Road, Waltham, Massachusetts 02451.

All documents should also be submitted to the Department in electronic format using one of the following methods: (1) by e-mail attachment to [dpu.efiling@mass.gov](mailto:dpu.efiling@mass.gov) and to the hearing officer at [Scott.Seigal@mass.gov](mailto:Scott.Seigal@mass.gov); or (2) on a CD-ROM. The text of the e-mail or CD-ROM label must specify: (1) the docket number of the proceeding (D.P.U. 19-05); (2) the name of the person or company submitting the filing; and (3) a brief descriptive title of the document. The electronic filing must also include the name, title, and telephone

number of a person to contact in the event of questions about the filing. All documents submitted in electronic format will be posted on the Department's website: <http://web1.env.state.ma.us/DPU/FileRoom/dockets/bynumber> (enter "19-05").

Copies of the Company's filing are available for inspection during regular business hours at the Department's offices, One South Station, 5<sup>th</sup> Floor, Boston, Massachusetts 02110, as well as on the Department's website. To request materials in accessible formats (Braille, large print, electronic files, audio format), contact the Department's ADA Coordinator at [DPUADACoordinator@mass.gov](mailto:DPUADACoordinator@mass.gov) or (617) 305-3500. Any person desiring further information regarding the Company's petition should contact counsel for the Company, Meabh Purcell, at (781) 907-1789. Any person desiring further information regarding this Notice, please contact Scott Seigal, Hearing Officer, Department of Public Utilities, at (617) 305-3500.