January 14, 2021

Chair John B. Rhodes
Commissioner Diane X. Burman
Commissioner James S. Alesi
Commissioner Tracey A. Edwards
Commissioner John B. Howard

Re: National Grid Upstate Electricity and Gas Rate Increase Request; Cases 20-E-0380 and 20-G-0381

## Dear Commissioners:

On behalf of the undersigned community, faith-based, climate, environmental, and policy organizations, we urge you to reject the application by National Grid for a \$141.8 million increase in gas and electric rates in its upstate New York service territory.

As organizations that collectively represent hundreds of thousands of impacted residents and allies, we are certain that this rate increase of almost \$100 per year for the average customer with gas and electric service is unaffordable.

National Grid's proposed rate increase will be another financial blow to upstate New Yorkers who are struggling to afford basic necessities. The COVID-19 pandemic has already led to many taking pay cuts or being laid off entirely. Unemployment is nearly three times higher than when the Company was last awarded a rate hike in its 2017 rate case. As of October 2020, 261,507 upstate National Grid customers were 60 days or more behind on their bills, owing an average of \$1,099 per household (\$287.4 million total).

The company's proposal is also objectionable because it proposes to devote significant ratepayer dollars to make investments that will worsen the impacts of climate change, even though New York has enacted the Climate Leadership and Community Protection Act (CLCPA), ground-breaking legislation committing New York to all but eliminate greenhouse gas emissions. National Grid's proposed bill increases would fund, among other things, \$41.8 million in new gas delivery infrastructure in one year alone. An example is the "Albany Loop" project, a proposed 7.3 mile fracked gas pipeline for which the company seeks additional money, even though the Company admits the project is not needed in the "near term" to meet anticipated customer demand. Funding an expansion of natural gas infrastructure – inevitably leading to stranded assets in the future as New York reduces its dependence on fossil fuels – is arguably an imprudent use of customer money and contrary to the CLCPA.

National Grid can afford to forgo a rate increase in this time of crisis and should voluntarily set a positive example for its sister utilities by sharing the sacrifices its customers and other major corporations are making. The company has paid out \$14.6 billion in dividends to shareholders since 2015, and continues to pay its top executives millions of dollars a year annually; for example, CEO John Pettigrew made \$6,848,349 in compensation in the 2019-20 year. In a period when we should be aiding our struggling neighbors, National Grid has not proposed to make any sacrifices of its own, instead seeking to impose bigger bills upon consumers whose lives during the pandemic have required one sacrifice after another.

We also object to the proposal on the following grounds:

- National Grid is proposing to invest significant ratepayer dollars on false climate solutions like so-called renewable natural gas (RNG) and hydrogen blending, rejecting more climate-friendly solutions like heat pumps. Heat pumps are renewable based heating systems that do not burn fossil fuels and can run on renewable electricity.
- National Grid is proposing to replace over 500 miles of older, leak-prone pipes in its upstate New York distribution system at a cost of roughly \$70 million a year, when the pipeline system will need to be phased out over the next 30 years to comply with the CLCPA. Instead, the Company should focus on replacing piping that is actually leaking or unsafe.
- The proposal fails to take sufficient steps to make energy efficiency measures affordable for low and moderate income consumers. Weatherization and energy efficiency are the least costly options for reducing customer energy bills and mitigating greenhouse gas emissions due to heating and cooling our homes. However, weatherization and energy efficiency improvements remain out of reach for too many poor and working class New Yorkers due to high upfront costs, barriers to affordable financing, and insufficient grant funding to meet existing needs. As a solution, National Grid should implement inclusive financing to enable customers to obtain weatherization and energy efficiency services at no upfront cost and with no credit checks. The energy savings realized through steps like weatherization and the installation of clean heating and cooling systems like heat pumps can then be used to repay the costs of the improvements over time in a manner that neither disadvantages low-income, medically vulnerable and senior households, nor diminishes the property value of their homes or neighborhoods.

In summary, we ask the Public Service Commission to reject this rate hike proposal. National Grid, an enormously profitable corporation, should not be asking for rate increases in this emergency period, and ratepayers should not have to pay more for climate-destroying projects that soon will have to be retired. We call on you to hold National Grid to the Climate Leadership and Community Protection Act by improving access to energy efficiency for low and moderate income households and rapidly accelerating the transition to renewable-based heating solutions.

Sincerely,

350.org
350Brooklyn
350NYC
All Our Energy
Alliance for a Green Economy
Bethlehem Tomorrow
Big Reuse
BK ROT
Brooklyn For Peace
Broome Tioga Green Party
Buffalo DSA

Catskill Mountainkeeper

Church Women United in New York State

Citizen Action of New York

Citizens for Local Power

Citizens' Climate Lobby, Albany Chapter

Citizens' Environmental Coalition

Climate Change Awareness and Action

Climate Justice Cornell

Climate Solutions Accelerator of the Genesee-Finger Lakes Region

CNY Poor People's Campaign

CNY Solidarity Coalition Climate Justice Committee

Coalition Against the Rockaway Pipeline

Coalition for Economic Justice (CEJ)

Coalition for Outreach, Policy & Education

Community Advocates for a Sustainable Environment

Compressor Free Franklin

Concerned Health Professionals of New York

Cooperation Buffalo

Council on Intelligent Energy and Conservation Policy (CIECP)

Dryden Resource Awareness Coalition

**Dutchess County Progressive Action Alliance** 

Elmirans and Friends Against Fracking

Environmental Justice Taskforce of the WNY Peace Center

Erie County Green Party

Food and Water Watch

Fossil Free Tompkins

Frack Action

FrackBustersNY

Fruit Belt Advisory Council

Gas Free Seneca

**Grassroots Environmental Education** 

**Greater Syracuse Tenants Network** 

Green Education and Legal Fund

GreeningUSA

HabitatMap

**HeatSmart Tompkins** 

Hudson Valley Green Party

Indian Point Safe Energy Coalition

Judson Memorial Church

Long Island Progressive Coalition

Massachusetts Avenue Project Inc.

Mothers Out Front - Adirondacks/Keene

Mothers Out Front – Chemung County

Mothers Out Front – Dutchess County

Mothers Out Front – Long Island Team

Mothers Out Front - Tompkins County

Mothers Out Front – Westchester County

Mothers Out Front - Westchester Rivertowns

Nassau Hiking & Outdoor Club

Network for a Sustainable Tomorrow

New Paltz Climate Smart Task Force

New York City Community Energy Co-op

New York Climate Action Group

New York Communities for Change

New York Interfaith Power & Light

New York Solar Energy Society (NYSES)

New York Youth Climate Leaders

New Yorkers for Clean Power

News from the Neighborhood

Nobody Leaves Mid-Hudson

NYCD16 Indivisible

**NYPIRG** 

NY Renews

Occupyradio.net

Open Buffalo

Pace Energy and Climate Center

Partnership for the Public Good

PAUSE - People of Albany for Safe Energy

Peace Action New York State

People for a Healthy Environment

Peoples Climate Movement - NY

Plymouth Friends for Clean Water

Public Utility Law Project

**PUSH Buffalo** 

Resist Spectra

Riverdale Jewish Earth Alliance

Rockaway Women for Progress

Safe Energy Rights Group (SEnRG)

Sane Energy Project

Sanford-Oquaga Area Concerned Citizens (S-OACC)

Scipioville Presbyterian Church

Seneca Lake Guardian

Sheridan Hollow Alliance for Renewable Energy (SHARE)

Sisters of Charity Federation

Sisters of St. Dominic of Blauvelt, New York

Sixth Street Community Center

Solarize Albany

Solstice Initiative

South Asian Fund for Education Scholarship and Training Inc

Stop NY Fracked Gas Pipeline

StopCricketValley.org

Sullivan Alliance for Sustainable Development

Sullivan Area Citizens for Responsible Energy Development

Sunrise NYC

Sustainable Warwick

Syracuse Cultural Workers

Syracuse DSA

Syracuse Peace Council

The Banner

The Climate Reality Project: Capital Region, NY Chapter

**Tompkins County Climate Protection Initiative** 

Ujima Company, Inc.

United for Action

Universal Human Rights Defenders Coalition

Upper Hudson Green Party

WE ACT for Environmental Justice

Weaving Home

WESPAC Foundation

Western NY Environmental Alliance

Workers Center of Central New York

Working Families Party – Capital District