

FEBRUARY 2013 REVENUE FROM TRANSMISSION OF ENERGY

| Account | Description | Month of Feb-2013 |
|----------|--|----------------------|
| | Grandfathered Wheeling Revenue | 3,815,963 |
| | Regional Transmission Service | 2,404,417 |
| | Congestion Balancing Settlement | (2,538,035) |
| | Amortization of NYISO TCC Auction Revenues (Including Native Load Reconfiguration) | 4,217,074 |
| | NYISO TCC Congestion Revenues (G&E) | 0 |
| | NYISO TRAC Deferral/Reversal | (1,899,623) |
| | TOTAL WHOLESALE TRANSMISSION REVENUE BOOKED | \$ 5,999,796 |
| | Adjustments (exclusions) for TRAC calculation: | |
| | NYISO TRAC Deferral/Reversal | \$ 1,899,623 |
| a | TRANSMISSION REVENUE (for TRAC CALCULATION) | \$ 7,899,419 |
| b | TRAC Base Value - FEBRUARY 2013 | \$ 10,637,777 |
| c | TRAC Deferral Booked | \$ 2,738,358 |
| d | TRAC Cap Carryover from Prior Month | 0 |
| e | Sub-Total | \$ 2,738,358 |
| g | Monthly Cap ² | \$ 6,000,000 |
| h | TRAC Deferral Over/(Under) \$6M Monthly Cap or (Over)/Under (\$6M) Cap | \$ (3,261,642) |
| | TRAC Surcharge/(Refund) to Retail Customers | \$ 2,738,358 |
| | TRAC Cap Carryover to be Applied to Next Month | \$ - |

Based on forecast of Transmission Revenue used in Case No. 10-E-0050, effective January 2011

² Based on Rule No. 43.5.1 and Fourth Revised Leaf No. 71-Q1 to PSC No. 207 Electricity effective December 19, 2005 whereby the New York Public Service Commission and National Grid agreed to apply a monthly cap to limit the difference between forecasted and actual transmission revenue in one month to alleviate the impact when these situations occur. Specifically, the monthly cap is \$6 million on the monthly TRA calculation, plus or minus, with any excess deferred over to the next cost month. If the \$6 million cap is reached for another two consecutive months, the cap will be raised to \$8 million, on a going forward basis.

³ These revenues were not part of the derivation of the \$123,475,046 TRAC benchmark in the 2001 National Grid USA and Niagara Mohawk Joint Proposal.