



September 26, 2018

Honorable Kathleen H. Burgess
Secretary
State of New York
Public Service Commission
Office of the Secretary
Three Empire State Plaza
Albany, N.Y. 12223

RE: Case 18-E-0071 – In the Matter of Offshore Wind Energy

Dear Secretary Burgess:

The leaves listed below and attached, issued by Niagara Mohawk Power Corporation d/b/a National Grid (the “Company”), are being transmitted for filing in compliance with the Order Directing Tariff Amendments issued in Case 18-E-0071 (the “OSW Proceeding”) on July 12, 2018 (the “Order”) by the New York State Public Service Commission (the “Commission”).

First Revised Leaf No. 37.2
Fifth Revised Leaf No. 229.3
Second Revised Leaf No. 229.4

To PSC No. 220 Electricity

Effective: September 28, 2018

The Order adopted an Offshore Wind (“OSW”) Standard which requires all Load Serving Entities (“LSEs”) to procure Offshore Wind Renewable Energy Credits (“ORECs”) to fund the costs associated with contracts signed by the New York State Energy Research and Development Authority (“NYSERDA”).

In the Order, the Commission directed the Company to file tariff amendments to become effective on September 28, 2018. Lastly, the Order waived the requirements of Public Service Law section 66(12)(b) regarding newspaper publication of the amendments.

The Commission ordered the following:

(1) The Company shall procure qualifying ORECs from NYSERDA in quantities that satisfy mandatory minimum percentage proportions of the total load served by the Company for the applicable calendar year. All LSEs are directed to provide NYSERDA with executed copies of standard contract OREC agreements (to be modeled largely on the existing standard ZEC contracts) by March 31, 2019.

(2) The Company is authorized to collect the OSW price paid to NYSERDA to acquire the ORECs to be offered, including the approved adder to cover the administrative costs and fees incurred by NYSERDA to administer the OSW program, from all supply customers on a volumetric basis. The Company is directed to make tariff filings designed to implement the provisions set forth in this Order, including a financial backstop mechanism, to be effective no later than September 28, 2018.

The purpose of this filing is to comply with the Order. To that end, the leaves included with this filing contain the following revisions:

- (1) The Definitions and Abbreviations section of PSC 220 Electricity has been updated to incorporate various new terms created as part of the OSW Proceeding.
- (2) Rule 46.3.5, the Clean Energy Standard Supply (“CESS”) Charge, has been updated to include the OREC’s acquired from NYSERDA as part of the Renewable Energy Standard (“RES”) charge.
- (3) Rule 46.5, the Clean Energy Standard Delivery (“CESD”) Charge, has been updated to include the OSW Standard costs invoiced by NYSERDA as part of the Backstop Costs.

Attachment 1, included with this filing, is redlined to show where the changes indicated in this filing have occurred in the tariff leaves.

If you have any questions concerning this filing, please call Carol Teixeira at (315) 428-6104.

Sincerely,

/s/ Carol Teixeira

Carol Teixeira, Manager
NY Electric Pricing

BMF/CT