



June 20, 2013

Honorable Jeffrey C. Cohen, Acting Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, New York 12223-1350

Dear Acting Secretary Cohen:

In accordance with Section 720-2 *et al.* of the Commission's Regulations, 16 NYCRR § 720-2 *et al.*, Niagara Mohawk Power Corporation d/b/a National Grid ("National Grid" or "Company") hereby submits the following tariff leaves to become effective October 1, 2013:

Fifth Revised Leaf No. 95
Eighth Revised Leaf No. 96
Second Revised Leaf No. 96.1
To Schedule for Gas Service, P.S.C. No. 219-GAS

The purpose of this filing is to streamline and clarify the method the Company uses to credit customers with refunds the Company receives from gas suppliers, pipeline transporters and storage providers. The Company has also revised its Gas Transportation Rate Statement to include a component on where these refunds can be placed and tracked. The pro-forma statement is shown in Attachment A.

Specifically, the Company is proposing to credit gas supplier refunds to firm sales customers and to allocate refunds from pipeline transporters and storage providers to firm sales customers, firm transportation customers and, where applicable, to Energy Service Companies ("ESCOs") and Direct Customers.

In accordance with Section 720-2.3 of the Commission's Regulations, a proposed notice of this filing suitable for use under the State Administrative Procedure Act is also enclosed.

Please contact the undersigned with any questions regarding this letter or the enclosure.

Very truly yours,

Melissa Nairn
Program Manager
Regulation and Pricing

MN/dh

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: XX/XX/XXXX

STATEMENT TYPE: TRA
 STATEMENT NO: XXX
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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
 Applicable to Billing for Service Classification No. 6**

S.C. NO. 6 INTERRUPTIBLE

**Service Classification No. 6, Interruptible Monthly Administrative Charge
 FIRST 100 THERMS OR LESS:**

\$XXX.XX

Service Classification No. 6, Interruptible Service Monthly Base Rate

Rates For Usage Levels Up To 3,000,000 Therms Annually

OVER 100 THERMS, PER THERM:

| <u>ALTERNATE FUEL TYPE</u> | <u>CALENDAR MONTH RATE</u> | | <u>ANNUAL LOCK-IN RATE</u> | |
|--|----------------------------|----------------|----------------------------|----------------|
| | <u>CENTRAL</u> | <u>EASTERN</u> | <u>CENTRAL</u> | <u>EASTERN</u> |
| No. 2 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| No. 6 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Propane - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Electricity - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |

The SC6 calendar month rates per therm, set forth above, are subject to an Incremental State Assessment Surcharge commencing May 20, 2009.

The Rate Per Therm for Unauthorized Usage will be equal to the stated SC 6 energy charge rate in effect at the time of unauthorized usage, plus the greater of \$2.50 per therm or 125% of the highest per therm cost of gas purchased in the Company's gas supply portfolio during the calendar month of unauthorized usage.

Rate Per Therm for Unauthorized Use for the calendar month X equals \$2.50 plus the applicable SC6 rate.

Issued By: Kenneth D. Daly, President, Syracuse, New York

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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
 Applicable to Billing for Service Classification No. 6**

S.C. NO. 6 INTERRUPTIBLE

**Service Classification No. 6, Interruptible Monthly Administrative Charge
 FIRST 100 THERMS OR LESS:**

\$XXX.XX

Service Classification No. 6, Interruptible Service Monthly Base Rate

Rates For Usage Levels Between 3,000,000 and 12,000,000 Therms Annually

OVER 100 THERMS, PER THERM:

| <u>ALTERNATE FUEL TYPE</u> | <u>CALENDAR MONTH RATE</u> | | <u>ANNUAL LOCK-IN RATE</u> | |
|--|----------------------------|----------------|----------------------------|----------------|
| | <u>CENTRAL</u> | <u>EASTERN</u> | <u>CENTRAL</u> | <u>EASTERN</u> |
| No. 2 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| No. 6 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Propane - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Electricity - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |

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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
 Applicable to Billing for Service Classification No. 6**

S.C. NO. 6 INTERRUPTIBLE

**Service Classification No. 6, Interruptible Monthly Administrative Charge
 FIRST 100 THERMS OR LESS:**

\$XXX.XX

Service Classification No. 6, Interruptible Service Monthly Base Rate

Rates For Usage Levels Between 12,000,000 and 20,000,000 Therms Annually

OVER 100 THERMS, PER THERM:

| <u>ALTERNATE FUEL TYPE</u> | <u>CALENDAR MONTH RATE</u> | | <u>ANNUAL LOCK-IN RATE</u> | |
|--------------------------------------|----------------------------|----------------|----------------------------|----------------|
| | <u>CENTRAL</u> | <u>EASTERN</u> | <u>CENTRAL</u> | <u>EASTERN</u> |
| No. 2 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| No. 6 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Propane - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |

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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
 Applicable to Billing for Service Classification No. 6**

S.C. NO. 6 INTERRUPTIBLE

**Service Classification No. 6, Interruptible Monthly Administrative Charge
 FIRST 100 THERMS OR LESS:**

\$XXX.XX

Service Classification No. 6, Interruptible Service Monthly Base Rate

Rates For Usage Levels Above 20,000,000 Therms Annually

OVER 100 THERMS, PER THERM:

| <u>ALTERNATE FUEL TYPE</u> | <u>CALENDAR MONTH RATE</u> | | <u>ANNUAL LOCK-IN RATE</u> | |
|--------------------------------------|----------------------------|----------------|----------------------------|----------------|
| | <u>CENTRAL</u> | <u>EASTERN</u> | <u>CENTRAL</u> | <u>EASTERN</u> |
| No. 2 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| No. 6 Oil - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |
| Propane - Monthly Base Rate | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX | \$X.XXXXX |

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Rate Per Therm for Unauthorized Use for the calendar month X equals \$2.50 plus the applicable SC6 rate.

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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
Applicable to Customers under Service Classification Nos. 1 & 2
Monthly Balancing Customers**

SC 1 RESIDENTIAL MONTHLY BALANCING SERVICE **PER THERM**

| | |
|---|-----------|
| * Standby Charge per therm of MPDQ | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |

SC 2 SMALL GENERAL MONTHLY BALANCING SERVICE

| | |
|---|-----------|
| * Standby Charge per therm of MPDQ | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |

* SC 1 & 2 Standby Charge per therm of MPDQ applicable to Residential and Human Needs Customers participating in Monthly Balancing Service

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PRO-FORMA STATEMENT

**GAS TRANSPORTATION RATE STATEMENT
 Applicable to Billing for Service Classification Nos. 5, 7, 8, 9 & 13**

| | |
|--|-------------------------|
| <u>SC 5 LARGE FIRM</u> | <u>PER THERM</u> |
| *Standby Charge per therm of MPDQ | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |
| <u>SC 7 SMALL FIRM</u> | |
| *Standby Charge per therm of MPDQ | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |
| <u>SC 8 STANDBY SALES SERVICE</u> | |
| D-1 Contract Demand Rate | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |
| <u>SC 9 SUPPLEMENTAL SALES SERVICE</u> | |
| SC 9 Supplemental Sales Service | |
| Monthly Delivery Service Rate | \$X.XXXXX |
| Monthly Gas Commodity Cost Rate | \$X.XXXXX |
| <u>SC 12 DISTRIBUTED GENERATION SERVICE - NON-RESIDENTIAL</u> | |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |
| <u>SC 13 DISTRIBUTED GENERATION SERVICE - RESIDENTIAL</u> | |
| * Standby Charge per therm of MPDQ | \$X.XXXXX |
| Annual Transportation Imbalance Surcharge or Refund | \$X.XXXXX |
| | |
| * SC 5, 7 & 13 Standby Charge per therm of MPDQ applicable to Residential and Human Needs Customers participating in Monthly Balancing Service | |