

..DID: 8517
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NIAGARA MOHAWK POWER CORPORATION
300 Erie Blvd. West
Syracuse, New York 13202

May 4, 1999

Honorable Debra Renner, Acting Secretary
Public Service Commission
3 Empire State Plaza
Albany, New York 12223

RE: Case Nos. 94-E-0098 and 94-E-0099
Proceedings on Motion of the Commission as to the Rates
Charges, Rules and Regulations of Niagara Mohawk Power Corporation
for Electric Service and Electric Street Lighting Service

Dear Acting Secretary Renner:

Enclosed for filing with the Commission is Niagara Mohawk Power Corporation's (Company) tariff amendments in compliance with the Public Service Commission's: 1) Opinion No.98-8, Opinion and Order Adopting Terms of Settlement Agreement Subject to Modifications and Conditions, issued and effective March 20, 1998, and 2) Order Concerning Tariff Amendments Setting Rates for All Customers Classes and Implementing a Retail Access Program, issued and effective August 26, 1998.

Identification of Tariff Leaves

Fifth Revised Leaf No. 7
Third Revised Leaf No. 9
Third Revised Leaf No. 10
Third Revised Leaf No. 11
Fifth Revised Leaf No. 19
Third Revised Leaf No. 22
Second Revised Leaf No. 23
Second Revised Leaf No. 24
Second Revised Leaf No. 25
Second Revised Leaf No. 26
Third Revised Leaf No. 27
Third Revised Leaf No. 28
Second Revised Leaf No. 32
Second Revised Leaf No. 38
Second Revised Leaf No. 39
Third Revised Leaf No. 40
Third Revised Leaf No. 41
Second Revised Leaf No. 42
Second Revised Leaf No. 43
Second Revised Leaf No. 44
Second Revised Leaf No. 45
Second Revised Leaf No. 46
Second Revised Leaf No. 47
Second Revised Leaf No. 48
Second Revised Leaf No. 49
Second Revised Leaf No. 50
Second Revised Leaf No. 51

Second Revised Leaf No. 52
Second Revised Leaf No. 53
Second Revised Leaf No. 54
Second Revised Leaf No. 55
Second Revised Leaf No. 56
Second Revised Leaf No. 57

Third Revised Leaf No. 59
Fourth Revised Leaf No. 73
Sixth Revised Leaf No. 82
Third Revised Leaf No. 85
Fourth Revised Leaf No. 86
Third Revised Leaf No. 94

Statement of System Benefit Charge: Statement No. 2

To PSC No. 214 Electricity

Effective: September 1, 1999

Description of Filing

This filing constitutes the Company's compliance with certain of the Commission's directives associated with the implementation of the PowerChoice Settlement Agreement, filed on October 10, 1997, and as further modified by the Commission. Specifically, the PowerChoice Settlement Agreement's Section 4.15 - Annual Tariff Filings stated that during the term of the Agreement the Company should make annual tariff filings to be effective on each anniversary of the PowerChoice Implementation Date (PID). The initial PID was September 1, 1998. Section 4.15 also states that the annual filings should be issued to the Commission approximately 120 days prior to the effective date and should reflect the terms of the Agreement. Accordingly, this filing proposes PSC No. 214 Electricity prices for the second year of the Agreement's term, September 1, 1999 through August 31, 2000.

Proposed Unbundled Prices for P.S.C. No. 214 Electricity

The proposed electric rate designs included with this filing were performed to comport with Opinion No. 98-8 for conditions associated with the second year of the Settlement Agreement's term.

Exhibits that support the PSC No. 214 service classifications' rate designs are included with the filing submitted to the Commission on May 4, 1999 that propose to update prices for the second year of the Agreement's terms for PSC No. 207 Electricity.

System Benefits Charge Statement

Included with this filing is the System Benefits Charge (SBC) Statement No. 2 effective September 1, 1999. This statement is being made in compliance with Rule No. 41 of P.S.C. No. 207 Electricity, and Section 4, Paragraph 4.3.4 and Section 7 of the PowerChoice Settlement Agreement.

Newspaper Publication

Newspaper publication will be made in accordance with 16NYCRR 136.70 on May 19 and May 26 and June 3 and June 10, 1999.

Inquiries on this Filing

Anyone with questions regarding this filing may contact the undersigned.

Very truly yours,

George A. Bauman
Manager - Rate Administration

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Enclosure
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