



July 31, 2008

Honorable Jaclyn A. Brilling, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, NY 12223-1350

Re: Case 07-M-0548

Dear Secretary Brilling:

The enclosed tariff leaves, issued by Niagara Mohawk Power Corporation, d/b/a National Grid (hereinafter "the Company") are transmitted for filing in compliance with the requirements of the Public Service Commission of the State of New York ("Commission").

Third Revised Leaf No. 2
First Revised Leaf No. 122.1
Fifth Revised Leaf No. 124
System Benefits Charge Statement No. 2

To PSC No. 219 Gas

Effective: October 1, 2008

The purpose of the tariff revisions is to comply with Ordering Clause 6 of the Commission's June 23, 2008 Order in Case 07-M-0548. The Company is adding new Rule 31 to its PSC No. 219 Gas Tariff to implement a Gas System Benefits Charge for its SC 1 residential customers. Additionally, the Company is filing System Benefits Charge Statement No. 2 to provide for the recovery of Niagara Mohawk's share of the \$13,190,693 level of recovery provided for by Ordering Clause 3 or \$1,989,721. In accordance with the order, the recovery level for the three month period October 1, 2008 through December 31, 2008 will be at one fourth of this amount or \$497,430.

In accordance with Ordering Clause 6 of the Commission's June 23, 2008 Order, the requirement for newspaper publication in accordance with PSL § 66(12)(b) and 16 NYCRR 720-8.1 of the changes filed herein are waived.

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Questions regarding this filing should be addressed to Marcia Collier on 315-428-5692.
Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

Marcia G. Collier
Manager Gas Pricing – Upstate NY

MGC/tlf (S:Tariffs/219Tariff/Docfiles/Letters/lett219)

Enclosures

cc: Gary Ahern
Joseph Ash
Janet Audunson
Jennifer Feinstein
Bruce Johnson
Pete Luvera
Cathy Nesser
Carol White