



January 25, 2007

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 06-G-1406

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.

Second Revised Leaf No. 143
Second Revised Leaf No. 152
Seventh Revised Leaf No. 177
Sixth Revised Leaf No. 178

To PSC No. 219 Gas

Effective: March 1, 2007

Purpose

The enclosed tariff leaves propose revisions to Service Classification Nos. 5 – Firm Gas Transportation Service, Service Classification No. 7 – Small Volume Firm Gas Transportation Service and Service Classification No. 11 – Load Aggregation Service. These changes are being made, at the request of the Commission's staff, to make minor clarifying changes to the Company's November 14, 2006 filing designated Case 06-G-1406.

The Company's November 14, 2006 filing proposed to increase the security requirement applicable to a limited number of Direct Customers participating in Daily Balancing who have been dropped by their Marketer either through a voluntary or involuntary action and are not able to demonstrate the ability to deliver gas. The November 14, 2006 filing also proposed changes to Rule 28 of the General Information Section of PSC No. 219 to provide Human Needs customers an alternative to certifying 100% dual fuel capability in order to participate in the Company's Daily Balancing program. The tariff changes proposed to allow these Human Needs customers to provide five (5) winter months (November–March) of primary firm capacity from a receipt point, acceptable to the Director of Gas Supply, into the Company's east/west city gate, as applicable, sufficient to meet the customers' Maximum Peak Day Quantity (MPDQ).

Explanation

Tariff Leaf No 143 has been modified to insert the word **Operating** between Gas Transportation and Procedures Manual in Rule 14.1 in Service Classification No. 5. This change makes the reference consistent with the accepted acronym for the manual GTOP (Gas Transportation Operating Procedures Manual).

Tariff Leaf No 152 has been modified to make Rule 15.1 applicable to Service Classification No. 7 customers consistent with the same language contained on Leaf No. 143 applicable to Service Classification No. 5 customers. The change clarifies that customers may either “maintain **or have continuous access to**” five (5) winter months of primary firm capacity from a receipt point, acceptable to the Director of Gas Supply, into the Company’s east/west city gate, as applicable, sufficient to meet the customers’ Maximum Peak Day Quantity. Leaf 152 inadvertently left off the words “**or have continuous access to**” out of this alternative for Human Needs Customers certification of dual fuel capability in order to be eligible for Daily Balancing service. In addition, the paragraph was modified to change Procedures Manual to Gas Transportation Operating Procedures Manual.

Tariff Leaf No. 177 applicable to Service Classification No.11 has been modified solely to change the reference to Procedures Manual to **Gas Transportation Operating Procedures Manual**.

Tariff Leaf No. 178 has been modified to include in Fourth Revised Leaf No. 178 filed on November 14, 2006, the revisions which became effective on January 1, 2007 related to the penalty applicable to Marketers with unauthorized overrun usage during periods of implementation of Forced Balancing Operational Flow Orders. Fifth Revised Leaf No. 178 was filed on December 19, 2006 effective January 1, 2007 in compliance with the Commission’s Order issued and Effective December 13, 2006 in Case 06-G-0004. Fifth Revised Leaf No. 178 reflected a change in the aforementioned penalty in paragraph C2 of Leaf 178. The Company is now filing Sixth Revised Leaf No. 178 to combine the changes reflected on Fourth Revised and Fifth Revised Leaf No. 178.

Advertising

The Company requests waiver of newspaper publication of the proposed changes as required by 16NYCRR 720-8.1 in that the modification is of a housekeeping nature and has no material effect on the Company’s ratepayers.

Questions regarding this filing should be addressed to James Dillon on 315-428-5875 or 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 - NY

MGC/tlf (S:/tariffs/219tariff/docfile/letters/lett168)

Enclosures