

NIAGARA MOHAWK POWER CORPORATION

A **National Grid** Company

300 Erie Boulevard West

Syracuse, New York 13202

August 1, 2003

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

RE: Case No. 01-M-0075

Dear Secretary Brillling:

The attached tariff leaves, issued by Niagara Mohawk are transmitted for filing in accordance with the requirements of the Public Service Commission, State of New York:

First Revised Leaf No.	94
First Revised Leaf No.	95
First Revised Leaf No.	111
First Revised Leaf No.	118
First Revised Leaf No.	119
First Revised Leaf No.	124
First Revised Leaf No.	129
First Revised Leaf No.	130
First Revised Leaf No.	133
First Revised Leaf No.	141
First Revised Leaf No.	150
First Revised Leaf No.	154
First Revised Leaf No.	194
Original Leaf No.	194.1

Statement of Revenue Tax Surcharge No. 2

To PSC No. 219 Gas

Effective: September 1, 2003

Background

On April 23, 2003 the company filed revised tariff leaves effective September 1, 2003 to its Gas Tariff Schedule PSC No. 218 to comply with the Company's Joint Proposal filed on October 11, 2001 in Case 01-M-0075 and approved by the Commission in Opinion 01-6 issued and effective December 3, 2001. In addition, the revised tariff leaves comply with Section VI.B.3 of the Company's Gas Rate and Restructuring Proceeding in Case 99-G-0336 dated June 12, 2000 as approved by the Commission in Opinion 00-9 issued and effective July 27, 2000.

On June 30, 2003 the Company filed a new Gas Tariff Schedule PSC No. 219 to be effective August 1, 2003 in order to maintain consistency with the Public Service Commission's new electronic tariff system (ETS2) which became effective March 10, 2003.

Purpose

The purpose of this filing is simply to conform the revised tariff leaves filed on April 23, 2003 under the Company's Gas Tariff Schedule PSC 218 to the now effective Gas Tariff Schedule PSC No. 219.

In addition, revised leaves 194 and 194.1, not originally filed on April 23, 2003 are filed herein to comply with Paragraph 1.6.7.7 of the Company's Joint Proposal filed on October 11, 2001 in Case 01-M-0075 and approved by the Commission in Opinion 01-6 issued and effective December 3, 2001. Paragraph 1.6.7.7 of the Company's Joint Proposal provides for a \$0.53 backout credit per bill (and \$0.53 corresponding charge) for a gas only customer who chooses to receive a consolidated bill from a Marketer or the Company.

Finally, the Statement of Revenue Tax Surcharge No. 2 is filed herein to comply with Paragraph 1.6.1.2 of the Company's Joint Proposal in Case 01-M-0075. Pages 5 and 6 of the Statement of Revenue Tax Surcharge No. 2 will be applicable to Service Classification Nos. 9 and 14 of PSC No. 219 and include a surcharge to recover State Net Income Taxes.

Advertising

The Company requests waiver of publication of this filing in accordance with 16NYCRR Part 720-8.1 since newspaper publication of the proposed tariff changes were made in accordance with 16NYCRR 720-8.1 on May 14, 21, 28 and June 4, 2003 per the original compliance filing dated April 23, 2003.

Please address any questions regarding this filing directly to the undersigned at (315) 428-5613 or Marcia Collier at (315) 428-5692. Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

John T. Powers
Principal Rate Analyst, Gas Pricing

JTP/jsc (S:Tariffs/219Tariff/Docfiles/Letters/Lett3)