

NIAGARA MOHAWK POWER CORPORATION
A **National Grid** Company
300 Erie Boulevard West
Syracuse, New York 13202
August 9, 2004

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

RE: Case No. 98-M-1343 - In the Matter of Retail Access Business Rules

Dear Secretary Brilling:

The enclosed leaves, issued by Niagara Mohawk Power Corporation ("Company"), are transmitted for filing in compliance with Order of the Public Service Commission ("Commission"), State of New York issued and effective July 15, 2004, in Case No. Nos. 98-M-1343.

Third Revised Leaf No. 173
Second Revised Leaf No. 174
Second Revised Leaf No. 175
Second Revised Leaf No. 186
Second Revised Leaf No. 187
Second Revised Leaf No. 188
Second Revised Leaf No. 189
Third Revised Leaf No. 190
Second Revised Leaf No. 191
Second Revised Leaf No. 193
Third Revised Leaf No. 195
Fourth Revised Leaf No. 196

UBP Addendum No. 2

To PSC No. 219 Gas

Effective: August 15, 2004

Background

On November 21, 2003, an Order was issued by the Commission that established statewide business procedures for distribution utilities to file revised tariffs incorporating the revised UBP to take effect 90 days after the date of the UBP Order's issuance date. Also, by Order of December 5, 2003, the Commission clarified requirements for pro-ration of partial customer payments on consolidated bills and implementation of amendments to the Home Energy Fair Practices Act ("HEFPA"). This Order directed the utilities to adopt the UBP changes implementing these amendments and commence pro-ration within 60 days after the issue date of this Order.

The Company issued Tariff Revisions to PSC No. 219 in compliance with the Commission's Order Granting Extensions and Denying Petitions in Part, issued and effective December 19, 2003 in the above referenced case. This Order directed the listed utilities to file, on not less than one day's notice, revised tariffs incorporating the Uniform Business Practices ("UBP") to take effect on February 19, 2004, as an addendum to their tariffs and to change text of their tariffs and operating procedures, as necessary.

On July 15, 2004, the Commission issued its Order on Petitions for Rehearing and Clarification of the November 21st Order. Ordering Paragraph 3 of the July 15, 2004 Order requires the Company, within 30 days from the date of the order, to provide the text of the revised Uniform Business Practices as an addendum to their tariff and to change the text and operating procedures as necessary to comply with the order. The UBP Addendum No. 2 and the above revised tariff leaves comply with Ordering Paragraph 3 of the July 15, 2004 Order.

Third Revised Leaf No. 195 reflects modifications to eliminate specific criteria the Company uses to discontinue a Marketer's participation in the Supplier Select Program. The section of the tariff related to the Involuntary Discontinuance of a Marketer's Participation in the Supplier Select Program has instead been directly referenced to Section 2, Paragraph F, of UBP Addendum No. 2. The sole purpose of the remaining revised tariff leaves is to correct references to UBP Addendum No. 2 to the currently effective addendum.

As per Ordering Paragraph 4 of the Commission's Order issued December 5, 2003 in Case No. 98-M-1343 et. al., the requirements of newspaper publication were waived.

Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

Marcia G. Collier
Manager, Gas Pricing

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