## national**grid**

May 27, 2011

Honorable Jaclyn A. Brilling, Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Dear Secretary Brilling:

Pursuant to Title 16 of the State of New York Official Compilation of Codes, Rules and Regulations ("16 NYCRR") Section 720, Niagara Mohawk Power Corporation, d/b/a National Grid ("NMPC") hereby files the following statements which will take effect on June 1, 2011:

<u>Statement</u>	<u>Number</u>	<u>Applicable to</u> <u>Service Classes</u>
Monthly Cost of Gas Statement	MCG-97	1, 2, 3, 12 & 13
Interruptible Rate Statement	IRS-97	4
Transportation Rate Statement	TRA-97	1, 2, 5, 6, 7, 8, 9 & 13
NGV Rate Statement	NGV-97	10
Statement of Demand Transfer Recovery Rate	DTR-96	11
Merchant Function Charge Statement	MFC-27	1, 2, 12 & 13
Statement of Late Payment Charge	LPC-25	1, 2 & 3
Refund/Surcharge		

Attachment 1- Pursuant to Rules 33.1.4 of NMPC's tariff, the Return Requirement on Gas Storage Inventory rate ("Storage Carry Costs") set forth on MFC-27 is reset to \$0.00984 per therm effective June 1, 2011 to reflect NMPC's updated estimate of Storage Carry Costs.

Attachment 2- Pursuant to Rule 33.1.1 of NMPC's tariff, the Gas Supply Procurement Charge set forth on the Merchant Function Charge Statement ("MFC-27") is reset to \$0.00263 per therm effective June 1, 2011 to: 1) reflect NMPC's updated sales forecast and 2) include a \$155,274 annual reconciliation surcharge for NMPC's under recovery of Gas Supply Procurement Charges for the period May 20, 2009 through May 31, 2010.

Honorable Jaclyn A. Brilling, Secretary May 27, 2011

Workpapers detailing our calculations are included in this filing. Questions pertaining to this filing may be directed to Jennifer Tang at (718) 403-2560.

Sincerely,

Melissa R. Nairn Principal Analyst, Gas Pricing

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