## nationalgrid

May 30, 2012

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, 2012:

| Statement | Number | $\underline{\text { Applicable to }}$ <br> Service Classes |
| :--- | :---: | :---: |
| Monthly Cost of Gas Statement | MCG-109 | $1,2,3,12 \& 13$ |
| Interruptible Rate Statement | IRS-109 | 4 |
| Transportation Rate Statement | TRA-109 | $1,2,5,6,7,8,9 \& 13$ |
| NGV Rate Statement | NGV-109 | 10 |
| Statement of Demand Transfer Recovery Rate | DTR-108 | 11 |
| Merchant Function Charge Statement | MFC-40 | $1,2,12 \& 13$ |
| Statement of Late Payment Charge | LPC-37 | $1,2 \& 3$ |
| 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-40 is reset to $\$ 0.00580$ per therm effective June 1, 2012 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-40") is reset to $\$ 0.00204$ per therm effective June 1, 2012 to: 1) reflect NMPC’s updated sales forecast and 2) include a $\$ 86,814$ annual reconciliation credit for NMPC's over recovery of Gas Supply Procurement Charges for the period June 1, 2010 through May 31, 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
Manager, NY Gas Pricing
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