



December 22, 2011

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

Dear Secretary Brilling:

The attached leaves, issued by Niagara Mohawk Power Corporation, d/b/a National Grid ("Company"), are being transmitted for filing in accordance with the requirements of the Public Service Commission ("Commission"), State of New York:

Fifth Revised Leaf No. 229
First Revised Leaf No. 229.1

To P.S.C. No. 220 Electricity

Effective: March 19, 2012

Effective December 1, 2011, the purchased power contracts between Constellation Energy and Niagara Mohawk have converted to revenue sharing agreements. These revenue sharing agreements provide the Company 80% of the amount by which actual market prices exceed a specific schedule of floor prices. Any such amounts will be credited to the Company. As a result of this change, it is necessary to amend the tariff language to reflect how these credits will be reflected in retail rates.

Any applicable payments the Company receives under the RSA for a contract quarter will be refunded to customers through the Company's Legacy Transition Charge ("LTC") in the calendar month following the month in which the payment is received. Such payments will be refunded to customers over three consecutive months. An allowance for carrying charges at the currently approved customer deposit rate in effect at the time of the payment will also be included. The monthly credits will be added to the net market value forecast of the other legacy contracts.

The Company requests that the requirements of Public Service Law §66(12) and 16NYCRR 720.8.1 regarding newspaper publication of these further revisions be waived for this filing because the benefits from the RSA reflect a transaction that is not identified separately on a customer's bill and will not adversely affect the calculation of the LTC.

Questions on this filing may be directed to Mr. Alan Smithling, Manager, New York Electric Supply at (315) 428-5622.

Sincerely;

Patricia J. Rivers
Senior Rate Analyst
Electric Pricing

PJR