## national**grid**

September 20, 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 New York State Public Service Commission ("Commission"), State of New York:

Second Revised Leaf No. 399 Second Revised Leaf No. 400 Second Revised Leaf No. 401 Second Revised Leaf No. 402 Second Revised Leaf No. 404 Second Revised Leaf No. 405 Fifth Revised Leaf No. 407 Fourth Revised Leaf No. 408.1 Fourth Revised Leaf No. 408.2 First Revised Leaf No. 408.3

To P.S.C. No. 220 Electricity

Effective: January 1, 2012

## **Purpose of Filing**

The purpose of this filing is to amend P.S.C. No. 220 Electricity, Service Classification No. 4 – Untransformed Service to Certain Customers Taking Power From Projects of the New York Power Authority ("NYPA) to allow for the delivery of NYPA Preservation Power ("PP"). PP is a new form of NYPA power that is limited to new customer load. Customers with a PP allocation will pay standard tariff rates for delivery of PP but are exempt from the Competitive Transition Charge ("CTC"), Renewable Portfolio Surcharge ("RPS"), and System Benefit Charge ("SBC"). NYPA will sell PP directly to customers, serve as the Load Serving Entity ("LSE") for PP, and be responsible for billing and collection of PP commodity and related charges.

If the PP allocation displaces existing load (i.e., the load is not incremental), the Company will deliver the allocation under Rule 39 of P.S.C. 220, which would require payment of full tariff rates, with no CTC, SBC, or RPS exemption, and the designation of one LSE. The LSE, which could or could not be NYPA, would be responsible for scheduling delivery of the PP allocation and the customer's supplemental power requirements.

Customers with a PP allocation are eligible for SC-4 Supplemental Service to meet their remaining energy requirements. For such customers, NYPA would bill the PP commodity to the customer and the Company or an Energy Service Company would bill the remaining commodity.

Honorable Jaclyn A. Brilling,

09/20/2011

Accordingly, Niagara Mohawk Power Corporation d/b/a National Grid respectfully requests that the Commission accept these revised tariff sheets for filing.

The notice required by the State Administrative Procedures Act is included with this filing.

Waiver is respectfully requested that the requirements of newspaper publication as required by the Commission's regulations of 16 NYCRR Section 720-8 be waived for this filing since impacted Customer's will be notified of these changes.

Please advise the undersigned of any action taken regarding this filing.

Sincerely,

Pamela B. Dise, Manager Electric Pricing

PJR