## nationalgrid

August 18, 2011

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 08-G-0609 - Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of the Niagara Mohawk Power Corporation for Gas Services – Revenue Decoupling Mechanism ("RDM")

Dear Secretary Brilling:

The enclosed attachments and statement, issued by Niagara Mohawk Power Corporation, d/b/a National Grid ("Niagara Mohawk" or "the Company"), are transmitted for filing in compliance with the requirements of the Public Service Commission and the Commission's "Order Adopting The Terms of a Joint Proposal (the "Rate Order") issued May 15, 2009 in Case 08-G-0609:

Statement No. 5 – Statement of Revenue Decoupling To P.S.C. No. 219 Gas Effective January 1, 2012

And

Attachment 1 – Annual RDM Reconciliation Attachment 2 – Proxy Customer Count

1. Attachment 1 consists of 9 pages: Page 1 – the annual RDM reconciliation and Pages 2 - 9 – the underlying workpapers used to develop the RDM reconciliation.

2. Attachment 2 consists of 4 pages: Page 1 - percentage of customer count variance; Page 2 - proxy customer count equal to minimum charge revenue divided by the minimum charge rate; Page 3 - number of actual customers per the Company's books for RDM Year 2; and Page 4 - minimum charge revenue by service classification.

Honorable Jaclyn A. Brilling, Secretary August 18, 2011

Should you have any questions or concerns regarding this filing, please contact me at (718) 403-2975 or at Dawn.Herrity@us.ngrid.com.

Very truly yours,

Dawn Herrity Lead Analyst Gas Pricing

cc: Active parties in Case 08-G-0609 (by electronic mail) /dh Attachments