

Attachment 1**January 2017 REVENUE FROM TRANSMISSION OF ENERGY**

| | | P10 FY2017 |
|---|--|--------------------------------|
| Account | Description | Month of January-17 |
| | Grandfathered Wheeling Revenue | 1,594,580 |
| | NFTA - T&D Charges | 2,646 |
| | Regional Transmission Service | 2,100,325 |
| | Congestion Balancing Settlement | (520,273) |
| | Amortization of NYISO TCC Auction Revenues (Including Native Load Reconfiguration) | 18,028,698 |
| | NYISO TCC Congestion Revenues (G&E) | 0 |
| | NYISO TRAC Deferral/Reversal | (10,922,845) |
| i | TOTAL WHOLESALE TRANSMISSION REVENUE BOOKED | 10,283,131 |
| Adjustments (exclusions) for TRAC calculation: | | |
| j | NYISO TRAC Deferral/Reversal | 10,922,845 |
| Items excluded from Trans Rev to arrive at TRAC Revenue: | | |
| a | TRANSMISSION REVENUE (for TRAC CALCULATION) | 21,205,975 |
| b | TRAC Base Value | 7,613,083 |
| c | TRAC Deferral Booked | (13,592,892) |
| d | TRAC Cap Carryover from Prior Month | (66,201,314) |
| e | Carry over (Interest) | (314,663) |
| g | Sub-Total | (80,108,869) |
| h | Monthly Cap ² | (8,000,000) |
| | TRAC Deferral Over/(Under) \$8M Monthly Cap or (Over)/Under (\$8M) Cap | (72,108,869) |
| | TRAC Surcharge/(Refund) to Retail Customers | (8,000,000) |
| | TRAC Cap Carryover to be Applied to Next Month | (72,108,869) |

* not to exceed the Cap

Based on forecast of Transmission Revenue used in Case No. 12-E-0201, effective April 2014 .

² Based on Rule No. 43.5.1 and Fourth Revised Leaf No. 71-Q1 to PSC No. 207 Electricity effective December 19, 2005 whereby the New York Public Service Commission and National Grid agreed to apply a monthly cap to limit the difference between forecasted and actual transmission revenue in one month to alleviate the impact when these situations occur. Specifically, the monthly cap is \$6 million on the monthly TRA calculation, plus or minus, with any excess deferred over to the next cost month. If the \$6 million cap is reached for another two consecutive months, the cap will be raised to \$8 million, on a going forward basis.

³ These revenues were not part of the derivation of the \$123,475,046 TRAC benchmark in the 2001 National Grid USA and Niagara Mohawk Joint Proposal.

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