nationalgrid

April 16, 2018

Honorable Kathleen H. Burgess, 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 15-E-0751 – In the Matter of the Value of Distributed Energy Resources

Order on Net Energy Metering Transition, Phase One of Value of Distributed Energy Resources, and Related Matters.

Dear Secretary Burgess:

The attached leaf, issued by Niagara Mohawk Power Corporation d/b/a National Grid (the "Company"), is being transmitted for filing in compliance with the March 28, 2018 letter from Mr. Theodore Kelly, Assistant Counsel of the Department of Public Service, to each of the affected electric utilities and for consistency with the March 9, 2017 Order on Net Energy Metering Transition, Phase One of Value of Distributed Energy Resources, and Related Matters issued by the New York State Public Service Commission ("VDER Phase One Order") in the above case number.

First Revised Leaf 220.4 To PSC No. 220 Electricity

Effective: April 23, 2018

The purpose of this filing is to revise Rule 40 –Value of Distributed Energy Resources (VDER) as it relates to the Environmental Value calculation methodology adopted in the VDER Phase One Order. The attachment included with this filing contains a redlined leaf showing where the changes have occurred.

The Company's Value of Distributed Energy Resources "VDER" Value Stack Credit Statement has been updated to use \$0.02741 per kWh as the Environmental Value for eligible projects that pay 25% of their interconnection costs, or execute a Standard Interconnection Contract if no such payment is required, on or after March 9, 2018.

Also, in accordance with above Order, the revisions in the above case are to become effective on not less than 5 days' notice.

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

Sincerely;

/s/ Patricia J. Rivers

Patricia J. Rivers, Lead Analyst NY Electric Pricing