nationalgrid

July 28, 2014

Honorable Kathleen H. Burgess, Secretary State of New York Public Service Commission Office of the Secretary Three Empire State Plaza Albany, NY 12223

Dear Secretary Burgess:

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

Statement of Supply Service Charges No. 32 To P.S.C. No. 220 Electricity Effective: July 31, 2014

The above statement is being filed in accordance with Rule No. 46.4-Supply Service Charges in PSC No. 220 Electricity. Attachments 1 through 3 of this filing display the derivation of these charges.

Per the Order issued on April 25, 2014 in Case 14-E-0026, the mass market deferral recovery rate shown on Attachment 3 represents the third month of recovery of the credits provided to mass market customers (SC-1 and SC-2ND) in February 2014 bills. The deferred amount, including carrying charges, will be collected over the six month period June 2014-November 2014. Any over or under recovery that remains after the final month of the recovery period will be reconciled in a subsequent month on a NYISO load zone specific basis through an adjustment to the mass market adjustment.

This Supply Service Charge Statement is to be filed with the Commission on not less than three (3) business days notice before the effective date. Supply Service Statement No.32 is effective July 31, 2014 for batch billed customers, and August 1, 2014 for calendar month billed customers.

Please direct any questions regarding this filing to the undersigned.

Sincerely,

/s/ Pamela B. Dise Pamela B. Dise, Director, NY Pricing (315) 428-5172

Attachment: SC32