national**grid**

December 8, 2016

Honorable Kathleen H. Burgess, Secretary State of New York Public Service Commission Office of the Secretary, 19th Floor Three Empire State Plaza Albany, NY 12223

RE: Case 12-E-0136 – Petition of Dunkirk Power LLC and NRG Energy, Inc. for Waiver of Generator Retirement Requirements-Extension of Reliability Support Services Agreement

Dear Secretary Burgess:

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

Statement of Reliability Support Services (RSS) Surcharge Statement No. 4

To P.S.C. No. 214 Electricity

Effective: January 1, 2016

The above Statement of Reliability Support Services Surcharge No. 4 is being filed per Rule No. 50 – Reliability Support Services (RSS) Surcharge of PSC No. 220 Electricity. Specifically, Rule No. 50 provides for recovery from customers of cost incurred by the Company, and approved by the Commission, for third-party services to ensure that local reliability needs are met. This statement provides for recovery of costs incurred under the 2013 Reliability Support Services Agreement ("RSSA") between National Grid and Dunkirk Power LLC, approved by the Commission in this proceeding. The RSSA between National Grid and Dunkirk Power LLC ends December 31, 2015. The RSSA Surcharge Statement included with this filing reflects the two month lag on remaining recoveries of these costs.

Attachment No. 1 displays the actual monthly costs applicable under the RSSA.

Attachment No. 2 displays the derivation of the rates to recover the RSSA costs. Statement of Reliability Support Services No. 4 is effective for a 3 month period, January 1, 2016 through March 31, 2016.

Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

/s/ Carol Teixeira

Carol Teixeira Manager – NY Electric Pricing

Attachments