



September 17, 2015

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

RE: Case No. 92-M-0607 – URD Update Filing-Revised Filing

Dear Secretary Burgess:

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

Statement of Underground Residential Distribution (“URD”) Contribution
Applicable to Rule 16-Underground Distribution

and

Statement of Non-URD Line Extension and Service Lateral Costs
Applicable to Rule Nos. 15.2 and 16.4.1.3

To P.S.C. No. 220 Electricity

Effective: October 19, 2015

On May 1, 2015 and June 1, 2015, the Company issued the Statement of Residential Distribution Contribution Applicable to Rule 16-Underground Distribution. On May 6, 2015, the Company issued the Statement of Non-URD Line Extension and Service Lateral Costs proposing to update these costs to become effective July 1, 2015. These filings were issued in compliance with the Commission Order in Case No. 92-M-0607, issued September 21, 1993, which requires utilities to amend their average costs per foot of URD rates on an annual basis.

The above filings resulted in a significant increase to certain URD and Non-URD costs. To reduce the effect on its customers, the Company has decided to implement a one-time cap on the per foot rates previously filed. The cap will be set at thirty percent (30%) of the prior published per foot rates to be increased annually until the rates are less than thirty percent (30%) of the prior published limits in the following categories:

- 1) Underground single-phase distribution including trenching, primary cable, secondary cable and labor (per foot of trench).
- 2) Incremental Underground Distribution charge for each additional primary conductor installed (up to 3) (per foot of trench).

- 3) Non-URD Line Extension and Service Lateral Costs For Rule No. 15.1 – Overhead, Single Phase and/or Secondary per foot plus pole set(s) cost.

Given that the proposed one-time cap modifies the rates effective as of July 1, 2015, the Company will also honor the revised rates filed today with any applicant/developer who applied for installation from July 1, 2015 to the present date.

In this filing the Company is also updating the Statement of Underground Residential Distribution ("URD") Contribution to correct a typographical error in the Underground Service Lateral Credit which was discovered after the May 6, 2015 filing was issued.

Newspaper publication for this filing is waived by permission of Commission's Orders in Case No. 92-M-0607.

Please contact Mr. Philip Langlois, Manager, Utility Services Analysis and Support, (315) 428-5708 with any technical questions regarding this filing.

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

Sincerely;

/s/ Patricia J. Rivers

Patricia J. Rivers
Lead Analyst
New York Electric Pricing

PJR