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October 23, 2008

Honorable Jaclyn A. Brilling, Secretary State of New York Public Service Commission Office of the Secretary, 19th Floor Three Empire State Plaza Albany, NY 12223

Dear Secretary Brilling:

The attached Statement issued by Niagara Mohawk is being transmitted for filing in accordance with the requirements of the Public Service Commission, State of New York.

Statement of Transmission Revenue Adjustment Statement No. 85

To P.S.C. No. 214 Electricity

Effective: October 28, 2008

The above Statement of Transmission Revenue Adjustment (TRA) is being filed per Rule No. 43 - Transmission Revenue Adjustment. Specifically, Rule No. 43 provides for a monthly comparison of the forecast based transmission revenue credit and the actual Transmission Revenue realized from these services.

Attachment Nos. 1 and 2 included with this filing display the derivation of these rates. Statement of Transmission Revenue Adjustment No. 85 is effective October 28, 2008 for batch billings and November 1, 2008 for calendar month billings.

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

Sincerely,

Patricia Rivers
Senior Rate Analyst
Tariff and Regulatory Administration
Electric Pricing Department

PJR Attachments