## nationalgrid

June 21, 2011

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

RE: Case No. 10-E-0050- Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Niagara Mohawk Power Corporation for Electric Service – Compliance Filing – Commodity Cost Recovery Mechanisms

Reply Comments of Niagara Mohawk Power Corporation d/b/a National Grid

Dear Secretary Brilling:

The attached leaf, 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.

Fourth Revised Leaf No. 228 To P.S.C. No. 220 Electricity

Effective: January 1, 2012

On June 20, 2011, the Company submitted for filing reply comments to respond to certain comments submitted by the Retail Energy Supply Association ("RESA") dated May 13, 2011 in the above referenced matter. The Company submitted that the consideration of these reply comments would clarify certain issues and inform the Commission's determination in this matter.

With these comments, the Company proposed to amend Rule No. 46.1.1.2 to revise the Company's calculation of capacity costs to include the ISO Demand Curve Requirements (or "Excess Megawatts") omitted from the original filing.

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

Sincerely;

Patricia J. Rivers Senior Rate Analyst Electric Pricing