

nationalgrid

November 23, 2009

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

RE: Case No. 09-M-0311 – Implementation of Chapter 59 of the Laws of 2009 Establishing a Temporary Annual Assessment Pursuant to Public Service Law §18-a(6) - Order Implementing Temporary State Assessment – Issued and Effective November 12, 2009

Dear Secretary Brilling:

The attached statement, issued by Niagara Mohawk Power Corporation, d/b/a National Grid ("Company"), is being transmitted for filing in compliance with the above Order in Case No. 09-M-0311 issued by the New York State Public Service Commission ("Commission"), State of New York:

Statement of Incremental State Assessment Surcharge ("ISAS") No. 2

To P.S.C. No. 220 Electricity

Effective: December 1, 2009

On June 22, 2009, an Order was issued in Case No. 09-M-0311 which directed the utilities to file tariff amendments within ten business days of issuance of this Order to become effective July 1, 2009 authorizing collection of the Temporary State Assessment for the period April 1, 2009 through March 31, 2014. On June 30, 2009, the Company complied with this directive and filed Rule No. 56 – Incremental State Assessment Surcharge ("ISAS") to PSC No. 220 Electricity and Statement of Incremental State Assessment Surcharge No. 1. These leaves and statement were approved on a temporary basis to be effective July 1, 2009.

On November 12, 2009, a further order was issued by the Commission in the above case approving the tariff amendments implementing the temporary state surcharge filed in the June 30, 2009 filing on a permanent basis. Ordering Clause No. 2 of this Order directed the Company to modify the electric and electric street lighting ISAS based on the methodology addressed in the Order. The revised ISAS Statement was directed to be filed on not less than one day's notice to be effective December 1, 2009. Attachment 1 submitted with this filing presents the rate design and factors by service classification for the ISAS Statement No. 2 based on the methodology directed in this order.

Any questions regarding this filing should be directed to Pamela Dise, Manager, Electric Pricing Department, (315) 428-5172.

Please advise the undersigned of any future action regarding this filing.

Sincerely,



Pamela B. Dise, Manager
Regulation and Pricing

PBD/PJR
Attachments