



January 24, 2011

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

RE: Case 10-E-0457 – In the Matter of System Benefits Charge IV  
Case 05-M-0090 – In the Matter of the System Benefits Charge III  
Order Continuing Systems Benefit Charge Funded Programs

Dear Secretary Brilling:

The attached System Benefits Charge (“SBC”) Statement issued by Niagara Mohawk Power Corporation, d/b/a National Grid is being transmitted for filing in compliance with the order (“Order”) in the above case numbers issued and effective December 30, 2010.

Statement of System Benefits Charge No. 20

To P.S.C. No. 214 Electricity

Effective: February 1, 2011

The purpose of this filing is to establish Statement of System Benefits Charge No. 6 in accordance with Rule No. 41-Adjustment to Charge Pursuant to the System Benefits Charge (SBC).

In the above Order the Commission approved a six month extension of SBC III and authorized the transition of SBC energy efficiency resource acquisition programs to the EEPS portfolio. Also, as directed in this Order, the SBC III collections currently scheduled for 2011 are to be deferred to 2012 and 2013 and the SBC III assessment is to be reduced to zero for 2011. SBC III collections for 2011, which commenced on January 1, 2011, will be retained in the manner directed in Ordering Clause No. 1 until transferred to the New York State Energy Research and Development Authority (“NYSERDA”). Ordering Clause No. 1 also directed all utilities affected by this order to file tariff amendments and/or statements on not less than 5 day’s notice to become effective February 1, 2011.

The attached statement complies with this Order and sets the SBC III factor to (\$0.000037) beginning February 1, 2011, which represents the remaining amount of the actual over collection of SBC III revenues for calendar year 2010 of \$916,021 as shown on Attachment 4. This amount will be credited back to customers over the remaining eleven months of 2011.

The SBC III Factor of (\$0.000037) will be added to the EEPS SBC factor of \$0.003361 effective January 1, 2011 as filed with the Commission on December 22, 2010. Therefore, the total factor effective February 1, 2011 on customer's bills is \$0.003324.

The attachments included with this filing are:

Attachment 1: SBC III collections for the period January 1, 2010 through December 31, 2010.

Attachment 2: Difference between proposed and actual 2010 SBC III Collections for 2010

Attachment 3: SBC III applicable sales (kWh) for calculation of 2010 over collection refund  
(February 1, 2011 through December 31, 2011)

Attachment 4: Development of 2011 SBC 111(Case No. 05-M-0090) Factor Effective February 1,  
2011

Please direct any questions regarding this filing to the undersigned.

Sincerely,

Patricia J. Rivers  
Senior Rate Analyst  
Electric Pricing Department  
(315) 428-6833

PJR  
SBC 20\_PSC 214