Received: 10/18/2012

## nationalgrid

October 18, 2012

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 - Order Establishing Rates for Electric Service

Dear Secretary Brilling:

The attached Revenue Decoupling Mechanism ("RDM") Statement No. 5, issued by Niagara Mohawk Power Corporation, d/b/a National Grid, is being transmitted for filing in accordance with the requirements of the State of New York Public Service Commission.

Revenue Decoupling Mechanism ("RDM") Statement No. 5

To P.S.C. No. 220 Electricity

Effective: October 29, 2012

The Revenue Decoupling Mechanism Statement No. 5 is being issued per the above Order and Rule No. 57 – Revenue Decoupling Mechanism in PSC No. 220 Electricity. Rule No. 57.2 requires the Company to file an interim RDM adjustment for any RDM reconciliation group or groups when actual total accumulated billed delivery service revenues varies plus or minus 1.5% or more from annual rate year delivery service revenues resulting from the Company's general rate case in Case No. 10-E-0050.

The RDM interim adjustment on the attached statement reflects a credit for customers in the following reconciliation groups.

1. Service Classification Nos. 1 and 1C

Attachment 1 included with this filing contains the derivation of these rates.

The RDM Statement No. 5 is effective October 29, 2012 for batch billed customers and November 1, 2012 for calendar month billed customers and will be in effect through December 31, 2012.

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Please notify the undersigned of any actions taken in regards to this filing.

Sincerely,

/s/ Pamela B. Dise

Pamela B. Dise Manager – New York Electric Pricing

PBD/MMB