



August 3, 2011

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

RE: Village of Lowville

Dear Secretary Brillling:

The attached Statement of Revenue Tax Surcharge, 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.

Statement of Revenue Tax Surcharge No. 3

To P.S.C. No. 220 Electricity

Effective: September 1, 2011

The purpose of this filing is to update the Statement of Revenue Tax Surcharge to include recovery of a 1% tax on gross income of utilities as imposed on the Village of Lowville in the County of Lewis, New York as empowered and adopted as Local Law 2011-4. Attachment 1 contains correspondence from Village of Lowville imposing this tax.

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

Sincerely;

Patricia J. Rivers
Senior Rate Analyst
Electric Pricing

PJR