



September 26, 2008

VIA OVERNIGHT MAIL

Honorable Jaclyn A. Brillling, Secretary
New York State Public Service Commission
Three Empire State Plaza
Albany, NY 12223-1350

2008 SEP 29 AM 10:56
ENERGY

**Re: Cases 08-E-1014 and 08-G-1015 – Niagara Mohawk Power Corporation
d/b/a National Grid - Proposed Expedited Electric and Gas Energy
Efficiency Programs**

ERRATA

Dear Secretary Brillling:

I am writing in connection with the filing made by Niagara Mohawk Power Corporation d/b/a National Grid ("National Grid"), seeking authorization to implement electric and gas energy efficiency programs identified as "expedited fast track programs to be administered by utilities" in the Commission's June 23, 2008 Order Establishing Energy Efficiency Portfolio Standard and Approving Programs in Case 07-M-0548 and subsequently assigned the subject docket numbers. It has come to National Grid's attention that certain tables in the subject filing were in error. Please remove and discard Pages 10 and 11 and replace with the enclosed revised Pages 10 and 11. Please remove and discard Page 13 containing the table entitled "2009-2011 TRC Benefit Cost Test" and replace with the enclosed revised Page 13. Lastly, please remove and discard the entire three pages comprising Appendix B and replace with the enclosed revised Appendix B pages. Five (5) copies of this submittal are included, along with a duplicate copy of this letter. Kindly acknowledge receipt of this filing by date-stamping as received the enclosed duplicate copy of this

letter and returning it in the enclosed, self-addressed envelope. Thank you for your attention to this matter.

Respectfully submitted,

 

Catherine L. Nesser
Assistant General Counsel

Enc.

cc: Janet Gail Besser, w/enclosures
Timothy Stout, w/enclosures
Active Parties in EEPS Proceeding via listserv, w/enclosures

REVISED PAGES 10 AND 11

Projected Niagara Mohawk Program Costs in 2011

Program	Program Planning and Administration	Program Marketing & Trade Ally	Customer Incentives or Services	Program Implementation	Evaluation & Market Research	Performance Incentive	Total Utility Cost
Residential High Efficiency Central Air Conditioning	\$50,000	\$95,000	\$690,000	\$50,000	\$44,250	\$112,229	\$1,041,479
Residential High Efficiency Heating and Water Heating and Controls	\$245,500	\$751,400	\$1,200,000	\$149,700	\$117,330	N/A	\$2,463,930
Small Business Services	\$684,375	\$328,125	\$36,000,000	\$570,313	\$1,879,141	\$4,765,979	\$44,227,932
Total	\$979,875	\$1,174,525	\$37,890,000	\$770,013	\$2,040,721	\$4,878,209	\$47,733,342

Projected Niagara Mohawk Program Costs 2009 – 2011

Program	Program Planning and Administration	Program Marketing & Trade Ally	Customer Incentives or Services	Program Implementation	Evaluation & Market Research	Performance Incentive	Total Utility Cost
Residential High Efficiency Central Air Conditioning	\$150,000	\$195,000	\$1,518,000	\$150,000	\$100,650	\$201,252	\$2,314,902
Residential High Efficiency Heating and Water Heating and Controls	\$736,500	\$2,309,200	\$2,561,500	\$457,700	\$303,245	N/A	\$6,368,145
Small Business Services	\$2,064,375	\$1,040,625	\$60,000,000	\$1,351,563	\$3,222,828	\$8,173,913	\$75,853,304
Total	\$2,950,875	\$3,544,825	\$64,079,500	\$1,959,263	\$3,626,723	\$8,375,165	\$84,536,351

Projected participation and savings in the expedited electric and gas energy efficiency programs are provided in the following tables:

Participation and Savings Goals - Electric Expedited Programs

Program	2009			2010			2011		
	Participants	Annualize d MWh Savings	Lifetime MWh Savings	Participants	Annualize d MWh Savings	Lifetime MWh Savings	Participants	Annualize d MWh Savings	Lifetime MWh Savings
Small Business Services	954	13,551	163,020	2,861	40,652	489,060	5,722	81,305	978,120
Residential High Efficiency Central Air Conditioning	690	99	1,774	1,380	197	3,547	1,725	246	4,434

Participation and Savings Goals - Gas Expedited Program

	2009			2010			2011		
	Participants	Annualize d MMBTu Savings	Lifetime MMBTu Savings	Participants	Annualize d MMBTu Savings	Lifetime MMBTu Savings	Participants	Annualize d MMBTu Savings	Lifetime MMBTu Savings
Residential High Efficiency Heating and Water Heating and Controls	1,357	18,759	368,671	1,650	23,053	444,082	2,638	35,245	687,684

REVISED PAGE 13

**EXPEDITED ENERGY EFFICIENCY PROGRAMS
2009 - 2011 TRC BENEFIT COST TEST**

**Summary of Benefit , Costs (2009 \$s)
Total Resource Cost Test**

Program	2009			2010			2011			2009 - 2011		
	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)
Residential High Efficiency Central Air Conditioning	1.38	\$559	\$ 406	1.67	\$1,175	\$ 705	1.83	\$1,544	\$ 843	1.68	\$3,278	\$1,953
Residential High-Efficiency Heating and Water-Heating and Controls Program	1.25	\$2,620	\$ 2,096	1.45	\$3,236	\$ 2,233	1.87	\$5,151	\$ 2,748	1.56	\$11,007	\$7,076
Small Business Services Energy Efficiency Program	1.93	\$19,458	\$ 10,097	2.33	\$60,682	\$ 26,094	2.66	\$127,100	\$ 47,823	2.47	\$207,239	\$84,013
Grand Total	1.80	\$22,637	\$12,598	2.24	\$65,093	\$29,031	2.60	\$133,795	\$51,413	2.38	\$221,524	\$93,042

REVISED APPENDIX B

EXPEDITED ENERGY EFFICIENCY PROGRAMS
2009 - 2011 TRC BENEFIT COST TEST

Summary of Benefit , Costs (2009 \$s)
Total Resource Cost Test

Program	2009			2010			2011			2009 - 2011		
	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)	TRC Benefit/ Cost	Total NPV Benefits (\$000)	Total NPV Costs (\$000)
Residential High Efficiency Central Air Conditioning	1.38	\$559	\$ 406	1.67	\$1,175	\$ 705	1.83	\$1,544	\$ 843	1.68	\$3,278	\$1,953
Residential High-Efficiency Heating and Water-Heating and Controls Program	1.25	\$2,620	\$ 2,096	1.45	\$3,236	\$ 2,233	1.87	\$5,151	\$ 2,748	1.56	\$11,007	\$7,076
Small Business Services Energy Efficiency Program	1.93	\$19,458	\$ 10,097	2.33	\$60,682	\$ 26,094	2.66	\$127,100	\$ 47,823	2.47	\$207,239	\$84,013
Grand Total	1.80	\$22,637	\$12,598	2.24	\$65,093	\$29,031	2.60	\$133,795	\$51,413	2.38	\$221,524	\$93,042

EXPEDITED ENERGY EFFICIENCY PROGRAMS
2009 - 2011 TRC BENEFIT COST TEST

Year	Program	Total Benefits										Load Reduction (kW)			MWh Saved		MMBTU Saved	
		Total Benefits	Capacity				Energy				Natural Gas	Summer	Winter	Lifetime	Annual	Lifetime	Annual	Lifetime
			Generation		Trans	MDC	Winter		Summer									
			Summer	Winter			Peak	Off Peak	Peak	Off Peak								
2009	Residential High Efficiency Central Air Conditioning	\$558,800	\$246,129	\$0	\$42,441	\$150,010	\$0	\$0	\$94,308	\$25,913	\$0	169	0	3,041	99	1,774	0	0
	Residential High-Efficiency Heating and Water-Heating and Controls Program	\$2,620,125	\$22,884	\$0	\$3,946	\$13,947	\$29,969	\$47,212	\$47,068	\$32,766	\$2,422,332	16	75	283	136	2,642	18,759	368,671
	Small Business Services Energy Efficiency Program	\$19,458,026	\$3,629,615	\$0	\$660,257	\$2,333,735	\$7,243,783	\$1,404,067	\$3,532,490	\$654,081	\$0	3,424	0	41,188	13,551	163,020	0	0
Grand Total - 2009		\$22,636,951	\$3,898,628	\$0	\$706,643	\$2,497,692	\$7,273,752	\$1,451,279	\$3,673,865	\$712,760	\$2,422,332	3,608	75	44,512	13,786	167,436	18,759	368,671
2010	Residential High Efficiency Central Air Conditioning	\$1,175,486	\$529,545	\$0	\$87,411	\$308,961	\$0	\$0	\$195,376	\$54,193	\$0	338	0	6,082	197	3,547	0	0
	Residential High-Efficiency Heating and Water-Heating and Controls Program	\$3,235,547	\$64,156	\$0	\$10,590	\$37,431	\$23,701	\$37,741	\$37,487	\$26,284	\$2,998,159	41	49	737	110	1,985	23,053	444,082
	Small Business Services Energy Efficiency Program	\$60,681,504	\$11,900,857	\$0	\$2,039,797	\$7,209,840	\$22,177,506	\$4,367,050	\$10,939,555	\$2,046,899	\$0	10,271	0	123,565	40,652	489,060	0	0
Grand Total - 2010		\$65,092,538	\$12,494,558	\$0	\$2,137,798	\$7,556,233	\$22,201,207	\$4,404,791	\$11,172,418	\$2,127,375	\$2,998,159	10,650	49	130,384	40,960	494,592	23,053	444,082
2011	Residential High Efficiency Central Air Conditioning	\$1,543,563	\$706,801	\$0	\$112,520	\$397,711	\$0	\$0	\$255,238	\$71,293	\$0	422	0	7,603	246	4,434	0	0
	Residential High-Efficiency Heating and Water-Heating and Controls Program	\$5,151,387	\$111,236	\$0	\$17,708	\$62,591	\$40,008	\$64,326	\$63,616	\$44,917	\$4,746,986	66	79	1,197	179	3,223	35,245	687,684
	Small Business Services Energy Efficiency Program	\$127,099,846	\$25,733,886	\$0	\$4,201,165	\$14,849,387	\$45,994,023	\$9,164,394	\$22,845,523	\$4,311,468	\$0	20,542	0	247,130	81,305	978,120	0	0
Grand Total - 2011		\$133,794,796	\$26,551,923	\$0	\$4,331,393	\$15,309,689	\$46,034,030	\$9,228,720	\$23,164,377	\$4,427,678	\$4,746,986	21,031	79	255,929	81,730	985,777	35,245	687,684
2009 - 2011	Residential High Efficiency Central Air Conditioning	\$3,277,849	\$1,482,475	\$0	\$242,371	\$856,682	\$0	\$0	\$544,922	\$151,399	\$0	929	0	16,726	542	9,755	0	0
	Residential High-Efficiency Heating and Water-Heating and Controls Program	\$11,007,059	\$198,275	\$0	\$32,244	\$113,970	\$93,677	\$149,278	\$148,171	\$103,967	\$10,167,477	123	203	2,216	426	7,851	77,057	1,500,437
	Small Business Services Energy Efficiency Program	\$207,239,377	\$41,264,358	\$0	\$6,901,219	\$24,392,962	\$75,415,312	\$14,935,511	\$37,317,568	\$7,012,447	\$0	34,237	0	411,883	135,508	1,630,200	0	0
Grand Total - 2009 - 2011		\$221,524,285	\$42,945,108	\$0	\$7,175,834	\$25,363,615	\$75,508,989	\$15,084,789	\$38,010,660	\$7,267,812	\$10,167,477	35,289	203	430,825	136,475	1,647,806	77,057	1,500,437

**EXPEDITED ENERGY EFFICIENCY PROGRAMS
2009 - 2011 TRC BENEFIT COST TEST**

Year	Program	Program Planning and Administration	Program Marketing & Trade Ally	Customer Incentives or Services	Program Implementation	Evaluation & Market Research	Performance Incentive	Total Utility Cost	Participant Cost	Total Cost
2009	Residential High Efficiency Central Air Conditioning and Controls Program	\$50,000	\$50,000	\$276,000	\$50,000	\$21,300	\$0	\$447,300	(\$41,400)	\$405,900
		\$245,500	\$806,400	\$661,500	\$154,000	\$93,370	n/a	\$1,960,770	\$135,091	\$2,095,861
	Small Business Services Energy Efficiency Program	\$650,000	\$330,000	\$6,000,000	\$325,000	\$365,250	\$926,367	\$8,596,617	\$1,500,000	\$10,096,617
2009 Total		\$945,500	\$1,186,400	\$6,937,500	\$529,000	\$479,920	\$926,367	\$11,004,687	\$1,593,691	\$12,598,378
2010	Residential High Efficiency Central Air Conditioning and Controls Program	\$50,000	\$50,000	\$552,000	\$50,000	\$35,100	\$89,023	\$826,123	(\$82,800)	\$743,323
		\$245,500	\$751,400	\$700,000	\$154,000	\$92,545	n/a	\$1,943,445	\$412,029	\$2,355,474
	Small Business Services Energy Efficiency Program	\$730,000	\$382,500	\$18,000,000	\$456,250	\$978,438	\$2,481,567	\$23,028,754	\$4,500,000	\$27,528,754
2010 Total		\$1,025,500	\$1,183,900	\$19,252,000	\$660,250	\$1,106,083	\$2,570,589	\$25,798,322	\$4,829,229	\$30,627,551
2011	Residential High Efficiency Central Air Conditioning and Controls Program	\$50,000	\$95,000	\$690,000	\$50,000	\$44,250	\$112,229	\$1,041,479	(\$103,500)	\$937,979
		\$245,500	\$751,400	\$1,200,000	\$149,700	\$117,330	n/a	\$2,463,930	\$594,250	\$3,058,180
	Small Business Services Energy Efficiency Program	\$684,375	\$328,125	\$36,000,000	\$570,313	\$1,879,141	\$4,765,979	\$44,227,932	\$9,000,000	\$53,227,932
2011 Total		\$979,875	\$1,174,525	\$37,890,000	\$770,013	\$2,040,721	\$4,878,209	\$47,733,342	\$9,490,750	\$57,224,092
2009 - 2011	Residential High Efficiency Central Air Conditioning and Controls Program	\$150,000	\$195,000	\$1,518,000	\$150,000	\$100,650	\$201,252	\$2,314,902	(\$227,700)	\$2,087,202
		\$736,500	\$2,309,200	\$2,561,500	\$457,700	\$303,245	n/a	\$6,368,145	\$1,141,371	\$7,509,516
	Small Business Services Energy Efficiency Program	\$2,064,375	\$1,040,625	\$60,000,000	\$1,351,563	\$3,222,828	\$8,173,913	\$75,853,304	\$15,000,000	\$90,853,304
2009 - 2011 Total		\$2,950,875	\$3,544,825	\$64,079,500	\$1,959,263	\$3,626,723	\$8,375,165	\$84,536,351	\$15,913,671	\$100,450,021

Budget shows activity in program year dollars, not present valued to 2009 dollars.