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Three Empire State Plaza, Albany, NY 12223-1350
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July 11, 2016

(Via E-mail)
Carlos Nouel
Acting Vice President of New Energy Solutions
National Grid
40 Sylvan Road
Waltham, MA 02451
Carlos.Nouel@nationalgrid.com

Re: Case 14-M-0101 – Proceeding on Motion of the Commission in Regard to
Reforming the Energy Vision; Demonstration Project
Proposals.

Dear Mr. Nouel:

I am writing to advise you of the current status of Staff's review of your proposed REV demonstration project, the Customer Convenience Project (now the Demand Reduction Project), filed on July 1, 2015 by National Grid.

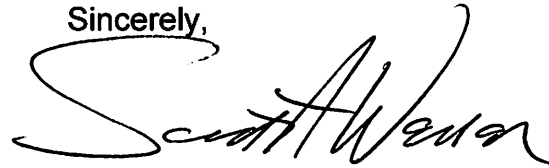
I am pleased to inform you that Staff has determined that, with the changes in scope reflected in the revised REV Demonstration Project Filing filed on July 1, 2016, this project now complies with the objectives set forth in Ordering Clause 4 of the Commission's *Order Adopting Regulatory Policy Framework and Implementation Plan*, issued February 27, 2015 in the above referenced proceeding.

I want to thank you for actively participating in the discussions with Staff and addressing the many comments and feedback related to the demonstration project and its components. The Staff assessment report memorializing the basis of its compliance determination will be issued shortly. Thereafter, the Company will file an

implementation plan with the Secretary of the Commission. As has been discussed, that plan will include a detailed schedule, budget, projected milestones, and appropriate metrics. The implementation plan is expected to evolve and incorporate lessons learned or new developments within the scope of the project. The project implementation plan will be updated quarterly and will include the reporting obligations set forth in the above referenced Order.

If you have any questions, please contact either Marco Padula at Marco.Padula@dps.ny.gov or 518-474-6694; or Christian Bonvin at Christian.Bonvin@dps.ny.gov or 518-486-2817. My colleagues and I look forward to continuing to work the Company in the further evaluation and implementation of this project.

Sincerely,

A handwritten signature in black ink, appearing to read "Scott A. Weiner". The signature is fluid and cursive, with a large initial "S" and "W".

Scott A. Weiner
Deputy for Markets and Innovation

CC:

(Via E-mail)
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