

December 18, 2012

CASE 12-E-0201 - Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Niagara Mohawk Power Corporation d/b/a National Grid for Electric Service.

CASE 12-G-0202 - Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of Niagara Mohawk Power Corporation d/b/a National Grid for Gas Service.

**Supplemental ALJ questions regarding the Joint Proposal filed
December 7, 2012**

Any party may respond to any question, although responses to all questions are expected from Staff and the Company, either jointly or separately. Responses should be included in Statements due December 21, 2012. If there are responses that are not complete by that date, the Statement should indicate a response date in advance of the January 7, 2013 hearing.

Question numbers follow the section numbering in the Joint Proposal.

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a) For each rate year, express in percentage terms the net change in electric revenues (i) not including the expiration of the surcharge or the application of deferred credits, (ii) including the expiration of the surcharge, and (iii) including the expiration of the surcharge and the preferred approach for treatment of deferred credits.

b) For each rate year, express in percentage terms the net change in gas revenues (i) not including the application of customer credits, and (ii) including the application of customer credits.

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Is the \$2 million increase in potential negative adjustments for electric reliability attributable to the "Estimating" metric?

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Explain how the components of the Gas Safety Performance Metrics differ from current measures.

11.5

a) Staff Retail Access panel testimony (pp 22-31) recommended that the bill comparisons should be included in monthly bills, and provided to payment troubled customers. Explain whether (and to what extent) these recommendations are included in the agreement that the Company will develop a bill calculator.

b) Does the \$0.298 cost cap encompass the measures described above?

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a) Describe the timeframe of the plan for constructing upgrades to alleviate the need for RSS costs related to Dunkirk.

b) Assuming completion of the upgrades according to schedule, provide any estimate of RSS costs exceeding \$57 million.

c) Does the RSS surcharge remain in place beyond the end of rate year three?