

Long Island Power Authority

Statement of Bill Credit Adjustment for the Long Island Choice Program

For the Month of October 2012

**Applicable to all licensed Energy Service Companies (ESCOs) and
Direct Retail Customers (DRCs) under Service Classification No. 14
As set forth in the Tariff for Electric Service**

| | | |
|--|-----------------|----------------|
| 1. Locational Based Marginal Price (LBMP) (\$/MWh) | \$ 48.14 | |
| 2. Tariff LBMP Credit (\$/MWh) | <u>\$ 38.60</u> | |
| 3. Net LBMP Adjustment (\$/MWh) (1)-(2) | | \$ 9.54 |
| 4. LIPA's Avoided Cost of Ancillary Service (\$/MWh) | \$ 2.24 | |
| 5. Ancillary Services Bill Credit (\$/MWh) | <u>\$ 2.10</u> | |
| 6. Net Ancillary Adjustment (\$/MWh) (4)-(5) | | \$ 0.14 |
| 7. LIPA's Avoided Cost of ICAP (\$/MWh) | \$ 0.67 | |
| 8. ICAP Bill Credit (\$/MWh) | <u>\$ 1.10</u> | |
| 9. Net ICAP Adjustment (\$/MWh) (7)-(8) | | \$ (0.43) |
| 10. LIPA's Avoided Cost of NTAC (\$/MWh) | \$ 0.62 | |
| 11. NTAC Bill Credit (\$/MWh) | <u>\$ 0.50</u> | |
| 12. Net NTAC Adjustment (\$/MWh) (10)-(11) | | \$ 0.12 |
| 13. Total Adjustment (\$/MWh) (3) + (6) + (9) + (12) | | \$ 9.37 |
| 14. System Loss Factor | 1.0606 | |
| 15. Bill Credit Adjustment (\$/MWh) (13) x (14) | | <u>\$ 9.94</u> |

Effective: November 1, 2012