

Long Island Power Authority

Statement of Bill Credit Adjustment for the Long Island Choice Program

For the Month of December 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)	\$ 51.38	
2. Tariff LBMP Credit (\$/MWh)	<u>\$ 38.60</u>	
3. Net LBMP Adjustment (\$/MWh) (1)-(2)		\$ 12.78
4. LIPA's Avoided Cost of Ancillary Service (\$/MWh)	\$ 2.28	
5. Ancillary Services Bill Credit (\$/MWh)	<u>\$ 2.10</u>	
6. Net Ancillary Adjustment (\$/MWh) (4)-(5)		\$ 0.18
7. LIPA's Avoided Cost of ICAP (\$/MWh)	\$ 0.44	
8. ICAP Bill Credit (\$/MWh)	<u>\$ 1.10</u>	
9. Net ICAP Adjustment (\$/MWh) (7)-(8)		\$ (0.66)
10. LIPA's Avoided Cost of NTAC (\$/MWh)	\$ 0.88	
11. NTAC Bill Credit (\$/MWh)	<u>\$ 0.50</u>	
12. Net NTAC Adjustment (\$/MWh) (10)-(11)		\$ 0.38
13. Total Adjustment (\$/MWh) (3) + (6) + (9) + (12)		\$ 12.68
14. System Loss Factor	1.0606	
15. Bill Credit Adjustment (\$/MWh) (13) x (14)		<u>\$ 13.45</u>

**Effective: January 1, 2013**