



December 19, 2012

Honorable Jaclyn A. Brillling, Secretary
State of New York
Public Service Commission
Office of the Secretary
Three Empire State Plaza
Albany, NY 12223

RE: Case 05-M-0090 – In the Matter of the System Benefits Charge III
Case 10-M-0457 – In the Matter of the System Benefits Charge IV
Case 07-M-0548 - Proceeding on Motion of the Commission Regarding an Energy
Efficiency Portfolio Standard

Dear Secretary Brillling:

The attached System Benefits Charge (“SBC”) Statement issued by Niagara Mohawk Power Corporation d/b/a National Grid (the “Company”) is being transmitted for filing in compliance with the Commission’s order in Case No. 05-M-0090-SBC III, Case 10-M-0457-SBC IV, Case 07-M-0548-Energy Portfolio Standard.

Statement of System Benefits Charge No. 23

To P.S.C. No. 214 Electricity

Effective: January 1, 2013

Purpose of Filing:

The purpose of this filing is to establish the SBC Factor No. 23, effective January 1, 2013 through December 31, 2013, in accordance with Rule No. 41-Adjustment of Charges Pursuant to the System Benefits Charge of PSC No. 220 Electricity.

1. Case 05-M-0090-SBC III/Case 10-M-0457-SBC IV

The Company is proposing the following SBC collection amounts for calendar year 2013:

1. SBC III - \$26,997,658 in accordance with Order issued December 30, 2010 and
2. SBC IV - \$20,559,021 in accordance with Order issued October 24, 2011
3. An under collection amount of \$1,962,803 for calendar year 2012

The total collection amount, per Attachment 1, Page 2 of 4, Line 13, including the under collection amount, is \$49,519,482 with a rate of adjustment of effective January 1, 2013 through December 31, 2013 of \$0.001775.

2. Case 07-M-0548-Proceeding on Motion of the Commission Regarding an Energy Efficiency Portfolio Standard

The Company is proposing the following SBC EEPS collection amounts for calendar year 2013.

1. \$67,553,115 – In accordance with order issued October 25, 2011
2. \$2,626,156 – In accordance with order issued October 23, 2009
3. \$164,166 - In accordance with order issued January 4, 2010
4. An over collection amount of \$2,463,010 for calendar year 2012

The total collection amount, per Attachment 1, Page 3 of 4, Line 8, including the over collection amount, is \$67,880,427 with a rate of adjustment of effective January 1, 2013 through December 31, 2013 of \$0.002433.

3. Total SBC III/SBCIV/EEPS SBC Collection Rate for January 1, 2013 through December 31, 2013

The EEPS SBC incremental rate of adjustment of **\$0.002433/kWh** has been added to the SBC III/SBC IV Rate of Adjustment of **\$0.001775/kWh** to establish a total SBC total rate of adjustment of **\$0.004208/kWh** effective January 1, 2013.

The attachments included with this filing are as follows:

Attachment 1, Page 1 of 4: SBC III/SBC IV/EEPS actual collections for calendar year 2012.

Attachment 1, Page 2 of 4: Development of the SBC III/SBC IV rate for 2013.

Attachment 1, Page 3 of 4: Development of SBC EEPS rate for 2013.

Attachment 1, Page 4 of 4: Applicable Sales used in the Development of SBC Rate for calendar Year 2013.

Please direct any questions regarding this filing to the undersigned.

Sincerely,

Patricia J. Rivers
Senior Rate Analyst
Electric Pricing Department
(315) 428-6833

PJR
Attachments
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