nationalgrid

December 16, 2013

Honorable Kathleen H. Burgess, Secretary State of New York Public Service Commission Office of the Secretary Three Empire State Plaza Albany, NY 12223

RE: 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 Burgess:

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 orders in Case 10-M-0457-SBC IV and Case 07-M-0548-Energy Efficiency Portfolio Standard ("EEPS").

Statement of System Benefits Charge No. 10

To P.S.C. No. 220 Electricity

Effective: January 1, 2014

Purpose of Filing:

The purpose of this filing is to establish the SBC Factor No. 10, effective January 1, 2014 through December 31, 2014, in accordance with Rule No. 41-Adjustment of Charges Pursuant to the System Benefits Charge of PSC No. 220 Electricity.

1. Case 10-M-0457-SBC IV

The Company is proposing the following SBC collection amounts for calendar year 2014:

- 1. SBC IV \$15,604,264 in accordance with the Commission's order issued October 24, 2011.
- 2. \$101,750 added to collection amount for 2014 as a result of a billing adjustment in August 2012.
- 3. An under-collection amount of \$1,640,503 for calendar year 2013.

The total collection amount, per Attachment 1, Page 2 of 3, Line 6, including the undercollection amount, is \$17,346,517 with a rate of adjustment effective January 1, 2014 through December 31, 2014 of \$0.000653.

2. <u>Case 07-M-0548-EEPS</u>

The Company is proposing the following SBC EEPS collection amounts for calendar year 2014.

- 1. \$110,501,644 In accordance with the Commission's order issued October 25, 2011
- 2. \$1,062,265 In accordance with the Commission's order issued October 23, 2009.
- \$168,863 added to collection amount for 2014 as a result of a billing adjustment in August 2012.
- 4. An under-collection amount of \$1,570,988 for calendar year 2013.

The total collection amount, per Attachment 1, Page 2 of 3, Line 15, including the under-collection amount, is \$113,303,760 with an EEPS SBC rate of adjustment effective January 1, 2014 through December 31, 2014 of \$0.004268.

3. <u>Total SBC IV/EEPS SBC Collection Rate for January 1, 2014 through December 31, 2014</u>

The EEPS SBC incremental rate of adjustment of \$0.004268/kWh has been added to the SBC IV Rate of Adjustment of \$0.000653/kWh to establish a total SBC total rate of adjustment of \$0.004921/kWh effective January 1, 2014 through December 31, 2014.

The attachments included with this filing are as follows:

Attachment 1, Page 1 of 3: SBC III/SBC IV/EEPS actual collections for calendar year 2013.

Attachment 1, Page 2 of 3: Development of the SBC IV/SBC EEPS rate for 2013.

Attachment 1, Page 3 of 3: Applicable Sales used in the Development of SBC Rate for calendar Year 2014.

Please direct any questions regarding this filing to the undersigned.

Sincerely,

/s/ Patricia J. Rivers

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

PJR Attachments SBC 10