



**Public Service
of New Hampshire**

PSNH Energy Park
780 North Commercial Street, Manchester, NH 03101

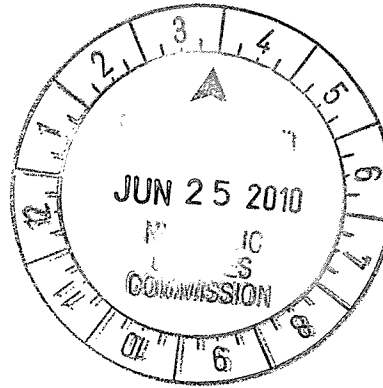
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The Northeast Utilities System

ORIGINAL	
N.H.P.U.C. Case No.	DE 09-179
Exhibit No.	#8
Witness	Panel 1
DO NOT REMOVE FROM FILE	

June 24, 2010

Ms. Debra A. Howland
Executive Director & Secretary
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429



Re: Docket No. DE 09-179 - Petition for Adjustment of Stranded Cost Recovery Charge (SCRC)

Dear Ms. Howland:

This letter provides the response to requests for the information listed below.

Response to RR-01 Record Requests dated 06/22/2010
RR-01-001

The Commission reserved Exhibit 8 for this response during the hearing held on June 23, 2010.

Very truly yours,

Stephen R. Hall
Manager
Rate & Regulatory Services

cc: Service List

Public Service Company of New Hampshire
Docket No. DE 09-179

Record Request RR-01
Dated: 06/22/2010
Q-RR-01-001
Page 1 of 1

Witness: Stephen R. Hall
Request from: New Hampshire Public Utilities Commission Staff

Question:

Please explain why the percent increase in the SCRC component for LG special pricing appearing on page 1 of Exhibit 6 is a positive 25.38%, while the percent increase in overall rate level for the SCRC component for LG special pricing appearing on page 2 of Exhibit 6 is -5.73%

Response:

The number appearing on page 1 (25.38%) should have been a negative number. Because of the formula used in the spreadsheet to calculate the percent change, the calculation yielded a positive amount.

Rate LG special pricing SCRC revenue is a calculated amount. It is the residual amount after subtracting all other revenue components from total class revenue. In that calculation, Distribution and Transmission revenue are imputed amounts equal to the overall retail average D&T revenue, as provided for under the Restructuring Settlement approved by the Commission in Docket No. DE 99-099. The calculation results in a negative residual amount for Rate LG special pricing SCRC revenue due to the use of the imputed amount of revenue for Distribution and Transmission.

For current rate level, the amount of residual SCRC revenue for Rate LG special pricing is calculated to be (\$121,500). For the proposed rate level, the amount is calculated to be (\$152,300). the difference between these two amounts is (\$30,800). The calculation of the 25.38% is a formula that divides (\$30,800) by (\$121,500). Since both the numerator and denominator are negative, the formula produces a positive result as the negative signs cancel. However, residual SCRC revenue will actually decrease when new rates are placed in effect, so the percent change should be negative.