

**STATE OF NEW HAMPSHIRE
BEFORE THE
PUBLIC UTILITIES COMMISSION**

**EnergyNorth Natural Gas, Inc. d/b/a National Grid NH
Docket DG 10-017**

**Supplemental Testimony
of
Frank Lombardo**

September 13, 2010

1 **Q. Please state your name and business address.**

2 A. My name is Frank Lombardo. My business address is One Metrotech Center, Brooklyn,
3 NY 11201.

4 **Q. Have you previously provided testimony in this proceeding?**

5 A. Yes. I provided direct testimony as part of EnergyNorth Natural Gas, Inc. d/b/a/ National
6 Grid NH's ("National Grid NH" or the "Company") February 26, 2010 initial filing in
7 this case.

8 **Q. What is the purpose of your testimony?**

9 A. My supplemental testimony discusses the Company's decision to remove from its
10 revenue requirement certain expenses associated with U.K.-based employees of National
11 Grid plc who work in the United States (National Grid refers to these employees as
12 expatriates) and other expenses incurred by officers and directors of the National Grid
13 USA service companies and National Grid NH.

14 **Q. Are you sponsoring any exhibits as part of your filing?**

15 A. Yes. I am sponsoring the following exhibit:

16 ▪ Attachment FL-S1: Expatriate and Other Employee Expenses Reviewed for the Test
17 Year

18 **Q. Please describe the expenses that the company is proposing to remove from its
19 revenue requirement.**

20 A. The costs that the Company is removing from its revenue requirement fall into two
21 categories. The first category relates to salary and benefits for U.K.-based employees of
22 National Grid plc who are temporarily located in the United States. This includes
23 removing expatriate employee payroll and benefit costs from the Company's cost of
24 service. The Company is also removing living and relocation costs that have been
25 identified as expatriate expenses. The second category consists of expenses incurred by

1 officers and directors of the National Grid USA service companies and National Grid
2 NH.

3 **Q. What adjustment is the company proposing to its revenue requirement?**

4 A. As shown on Attachment FL-S1 the Company is removing \$60,681 from its cost of
5 service. This adjustment consists of \$39,297 of expatriate costs and \$21,384 of officer
6 and director employee expenses. The detail behind these expenses is provided in
7 Attachment FL-S1 following the summary. The attachment shows the total costs for
8 these items and National Grid NH's allocated share, which will be removed from the
9 revenue requirement.

10 **Q. Why is the company removing expatriate expenses from its cost of service?**

11 A. Although National Grid believes the expatriate program provides substantial value to all
12 of its operating companies, it has become apparent from our review that some expatriate
13 costs should have been borne by shareholders. In order to prevent future errors and to
14 restore the confidence of regulators and customers, National Grid has decided to retain an
15 outside, independent firm to conduct a comprehensive review of company policies and
16 practices to distinguish between expatriate costs that are appropriate for inclusion in a
17 utility's cost of service and those that are not, as well as to ensure the proper allocation of
18 those costs. The Company intends to share the lessons learned from that review with the
19 Commission after it has been completed. For purposes of this case and in the interests of
20 expediency, however, we are simply removing expatriate costs as described above.

21 **Q. What action is the company proposing with regard to expenses incurred by officers
22 and directors?**

23 A. In addition to expatriate expenses, the Company is also undertaking a review of employee
24 expense items incurred by officers and directors of the service companies. Attachment
25 FL-S1 reflects officer and director expenses that the Company has decided to remove
26 from its revenue requirement. These expenses total \$21,384. The costs the Company is
27 excluding comprise the employee expenses for officers and directors of National Grid
28 NH in addition to the employee expenses for officers and directors of the National Grid

1 USA service companies. The word 'directors' is used here to refer to those employees
2 who serve on the Board of Directors of the respective companies. Although the majority
3 of these costs are properly includable in the cost of service, our review has revealed that
4 some of these expenses should have been charged to shareholders. Similar to the
5 approach that National Grid is taking with respect to expatriate costs, we intend to retain
6 an outside, independent firm to conduct a comprehensive review of company policies and
7 practices to distinguish between officer and director employee expenses that are
8 appropriate for inclusion in a cost of service and those that are not, as well as to ensure
9 the proper allocation of those costs. The Company will also share the lessons learned in
10 that review with the Commission when the review has been completed. Again, for
11 purposes of this case and in the interests of expediency, we are removing employee
12 expenses for the officers and directors of the companies referred to above.

13 **Q. Please summarize the information in attachment FL-S1.**

14 **A.** Attachment FL-S1 includes the following:

- 15 1. Page 1, titled "Summary", reflects a summary of total costs proposed to be
16 removed from the revenue requirement including \$39,297 of expatriate costs and
17 \$21,384 of officer and director employee expenses
- 18 2. Page 2, titled "Expatriate Employee Expenses in the Historical Test Year ended
19 June 30, 2009 - Expatriate Charges Billed by Grid UK", reflects the total and
20 National Grid NH-allocated share of expatriate salaries and employee related
21 benefits being removed from the Company's revenue requirement. Each line item
22 represents the costs associated with a different individual. Where no amount has
23 been allocated to National Grid NH, it is because the cost was wholly unrelated to
24 National Grid's gas business.

1 3. Page 3, titled "Expatriate Employee Expenses in the Historical Test Year ended
2 June 30, 2009 - Paid via the Expense Report System", reflects the Company's
3 allocated share of expatriate expenses that were paid via National Grid's expense
4 report system and includes items such as furniture rental, rent expense and utility
5 costs.

6 4. Pages 4 and 5, titled "Expatriate Payments in the Historical Test Year ended June
7 30, 2009 - Payments made directly by the Company via Accounts Payable",
8 reflect expatriate expenses paid directly by National Grid via its accounts payable
9 system. These pages includes items such as relocation expenses, furniture rental,
10 rent expense and utility costs, but unlike the expenses shown on page 3 they were
11 paid directly, rather than through reimbursement to the employee.

12 5. Page 6, titled "Officers' & Directors' Expenses in the Historical Test Year ended
13 June 30, 2009: Legacy National Grid Employees", reflects expenses incurred by
14 legacy National Grid officers and directors that were allocated to the Company.
15 This page includes business related expenses such as travel.

16 6. Page 7, titled "Officers' & Directors' Expenses in the Historical Test Year ended
17 June 30, 2009: Legacy KeySpan Employees", reflects expenses incurred by
18 legacy KeySpan officers and directors that were allocated to the Company. This
19 page includes business related expenses such as travel.

20 On all of these schedules, where an expense has not been allocated to the Company it was
21 because the employee involved was not responsible for providing service either directly
22 or indirectly to the gas business unit.

1 **Q. Does this conclude your testimony?**

2 **A. Yes.**

EnergyNorth Natural Gas, Inc. d/b/a National Grid NH
Expatriate and other Employee Expenses reviewed for Test Year
SUMMARY

Line	Expense Description	Total All Cos	EnergyNorth Allocation	EnergyNorth Items to be removed
Expatriate expenses:				
1	Items billed by the UK	\$ 6,452,116	\$ 21,457	\$ 21,457
2	Items billed through Employee Expenses with EX	1,725,971	2,877	2,877
3	Items paid through Accounts payable	\$ 629,567	6,052	6,052
4	Property taxes	36,369	238	238
6	Sub-total	\$ 8,844,023	\$ 30,625	\$ 30,625
7	IRS charges		\$ 8,673	\$ 8,673
8	Total expatriate expenses		\$ 39,297	\$ 39,297
Service Company, Mass Gas and NMPC Officers' and Directors' employee expenses:				
9	Legacy National Grid employees			\$ 5,449
10	Legacy KeySpan employees			15,935
11	Total Directors' & Officers' expenses			21,384
12	Total normalizing adjustment to the Test Year ended June 30, 2009			\$ 60,681
13	Total normalizing adjustment to Rate Year			\$ 60,681

**Expatriate Employee Expenses in the Historical Test Year ended June 30, 2009 - Expatriate Charges
Billed by Grid UK**

Expat	Business Unit	Expense Type Descr	Total	EnergyNorth \$'s
a	00099	Contractors Services	32,427.57	878.14
a	00099	Contractors Services	32,427.57	-
a	00099	Contractors Services	63,962.83	-
b	00099	Contractors Services	193,314.21	-
c	00099	Contractors Services	16,300.00	152.57
c	00099	Contractors Services	97,900.00	916.34
d	00099	Contractors Services	426,575.18	-
e	00099	Contractors Services	181,160.34	-
f	00099	Contractors Services	292,388.23	-
g	00099	Contractors Services	607.15	-
h	00099	Contractors Services	41,100.00	-
i	00099	Contractors Services	41,471.36	1,123.04
i	00099	Contractors Services	41,471.38	-
j	00099	Contractors Services	218,103.83	-
k	00099	Contractors Services	16,914.77	-
l	00099	Contractors Services	(30,924.30)	-
m	00099	Contractors Services	64,214.99	-
n	00099	Contractors Services	17,228.93	466.56
n	00099	Contractors Services	68,915.70	-
n	00099	Contractors Services	230,625.86	-
o	00099	Contractors Services	6,800.00	184.14
o	00099	Contractors Services	76,115.45	2,061.21
p	00099	Contractors Services	146,798.17	-
q	00099	Contractors Services	180,022.07	-
r	00099	Contractors Services	16,869.46	-
s	00099	Contractors Services	137,984.76	-
t	00099	Contractors Services	74,643.39	-
t	00099	Contractors Services	517.68	-
u	00099	Contractors Services	115,881.71	-
v	00099	Contractors Services	149,347.88	4,044.34
w	00099	Contractors Services	745,337.74	-
x	00099	Contractors Services	93,423.42	-
x	00099	Contractors Services	89,744.44	-
y	00099	Contractors Services	287,998.37	-
z	00099	Contractors Services	64,290.75	-
aa	00099	Contractors Services	66,750.01	-
bb	00099	Contractors Services	389,355.16	-
cc	00099	Contractors Services	874,868.01	8,188.76
dd	00099	Employee Expenses	112,167.97	-
ee	00099	Contractors Services	135,284.27	-
ff	00099	Contractors Services	124,362.33	-
gg	00099	Contractors Services	342,350.47	3,204.40
gg	00099	Contractors Services	25,400.00	237.74
hh	00099	Contractors Services	123,488.76	-
ii	00099	Contractors Services	26,127.87	-
			6,452,115.74	\$ 21,457.24

**Expatriate Employee Expenses in the
Historical Test Year ended June 30, 2009 -
Paid via the Expense Report System**

Sum of EN \$		Grand Total
Exp Type	Regulatory Acct	
EXFURN	566000	-
	588000	-
	921000	29.91
	926000	145.73
EXFURN Total		175.64
EXHMLV	566000	-
	586000	-
	588000	-
	885000	17.66
	901000	-
	910000	6.94
	921000	63.02
	926000	55.93
EXHMLV Total		143.55
EX-INSU	566000	-
	588000	-
	885000	1.15
	901000	-
	910000	7.02
	921000	-
	930200	-
EX-INSU Total		8.16
EXLEASE	566000	-
	586000	-
	588000	-
	885000	103.27
	901000	-
	910000	159.23
	921000	835.15
	926000	996.83
	930200	-
EXLEASE Total		2,094.48
EXOTHER	566000	-
	586000	-
	588000	-
	885000	11.14
	901000	-
	910000	29.95
	921000	181.99
	926000	51.33
	930200	-
EXOTHER Total		274.41
EXPHCA	560000	-
	566000	-
	586000	-
	588000	-
	885000	4.77
	901000	-
	910000	5.19
	921000	14.17
	926000	48.52
EXPHCA Total		72.65
EXUTIL	566000	-
	586000	-
	588000	-
	885000	16.19
	901000	-
	910000	12.94
	921000	47.46
	926000	11.72
	930200	19.52
EXUTIL Total		107.82
Grand Total		2,876.72

Expatriate Payments in the Historical Test Year ended June 30, 2009 - Payments made directly by the Company via accounts Payable

Payable to	Reason	Date of Invoice	Charged Business Unit	Amount	EN %	EN \$'s
VESTA	1st month rent	11/29/2008	00099	\$4,200	0.000%	-
Rental agent	1st, last, security deposit	10/10/2008	00099	\$10,900	0.000%	-
Rental agent	1st, last, security deposit	8/7/2008	00099	\$15,600	0.000%	-
Boston Realty Relocations	1st/last mo. rent; security deposit	3/25/2009	00099	\$13,650	0.000%	-
Rental agent	1st/Last Month Rent	6/2/2009	00099	\$4,050	0.000%	-
Boston Realty Relocations	1st/security deposit	5/8/2009	01401	\$9,600	0.000%	-
Rental agent	August 2009 Rent	6/25/2009	00099	\$2,800	0.936%	26
Coldwell Banker	Brokerage Fee	6/25/2009	00099	\$2,750	2.708%	74
Coldwell Banker	Brokerage Fee	6/25/2009	00099	\$2,800	0.936%	26
D. L. Peterson	Car Lease	7/2/2008	00099	\$1,381	0.000%	-
D. L. Peterson	Car Lease	7/2/2008	00099	\$1,052	0.000%	-
D. L. Peterson	Car Lease	7/2/2008	00099	\$1,052	0.000%	-
D. L. Peterson	Car Lease	9/18/2008	00099	\$2,786	0.000%	-
D. L. Peterson	Car Lease	9/18/2008	00099	\$2,129	0.000%	-
D. L. Peterson	Car Lease	9/18/2008	00099	\$2,486	0.000%	-
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,379	0.000%	-
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,230	0.936%	12
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,050	0.000%	-
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,249	2.708%	34
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,231	0.000%	-
D. L. Peterson	Car Lease	10/8/2008	00099	\$1,365	0.000%	-
Ford Motor Co.	Car Lease	1/12/2009	00099	\$563	0.000%	-
D. L. Peterson	Car Lease for 10/08	12/9/2008	00099	\$1,304	0.000%	-
D. L. Peterson	Car Lease 10/08	12/9/2008	00099	\$1,455	0.000%	-
D. L. Peterson	Car Lease 10/2008	12/9/2008	00099	\$1,257	0.936%	12
D. L. Peterson	Car Lease 10/2008	12/9/2008	00099	\$1,392	0.000%	-
D. L. Peterson	Car Lease 10/2008	12/9/2008	00099	\$1,246	2.708%	34
D.L. Peterson Trust	Car Lease 5/09	6/1/2009	00099	\$1,362	0.000%	-
D. L. Peterson	Car Lease 5/09	6/1/2009	00099	\$1,208	0.936%	11
D. L. Peterson	Car Lease 5/09	6/1/2009	00099	\$1,197	2.708%	32
D. L. Peterson	Car Lease 5/09	6/1/2009	00099	\$1,358	0.000%	-
D. L. Peterson	Car Lease 5/09	6/1/2009	00099	\$1,343	0.000%	-
D. L. Peterson	Car Lease 6/09	6/1/2009	00099	\$1,033	0.000%	-
D. L. Peterson	Car Lease for 1/09	3/1/2009	00099	\$1,388	0.000%	-
D. L. Peterson	Car lease for 10/2008	12/9/2008	00099	\$1,126	0.000%	-
D. L. Peterson	Car Lease for 11/08 & 12/08	1/12/2009	00099	\$2,748	0.000%	-
D. L. Peterson	Car Lease for 11/08 & 12/08	1/12/2009	00099	\$2,435	0.936%	23
D. L. Peterson	Car Lease for 12/08 & 1/09	1/12/2009	00099	\$2,413	2.708%	65
D. L. Peterson	Car Lease for 12/08 & 1/09	1/12/2009	00099	\$2,447	0.000%	-
D. L. Peterson	Car Lease for 12/08 & 1/09	1/12/2009	00099	\$2,705	0.000%	-
D. L. Peterson	Car Lease for 12/08 & 12/08	1/12/2009	00099	\$2,090	0.000%	-
D. L. Peterson	Car Lease for 2/09	3/1/2009	00099	\$1,225	0.936%	11
D. L. Peterson	Car Lease for 2/09	3/1/2009	00099	\$1,188	0.000%	-
D. L. Peterson	Car Lease for 2/09	3/1/2009	00099	\$1,214	2.708%	33
D. L. Peterson	Car Lease for 2/09	3/1/2009	00099	\$1,231	0.000%	-
D. L. Peterson	Car Lease for 2/09	3/1/2009	00099	\$1,360	0.000%	-
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,366	0.000%	-
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,209	0.936%	11
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,037	0.000%	-
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,198	2.708%	32
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,216	0.000%	-
D. L. Peterson	Car Lease for 4/09	5/1/2009	00099	\$1,344	0.000%	-
D.L. Peterson Trust	Car Lease for Feb 2009	3/1/2009	00099	\$1,812	0.000%	-
D. L. Peterson Trust	Car Lease for January 2009	2/1/2009	00099	\$1,232	0.936%	12
D.L. Peterson Trust	Car Lease for January 2009	2/1/2009	00099	\$1,059	0.000%	-
D.L. Peterson Trust	Car Lease for January 2009	2/1/2009	00099	\$1,221	2.708%	33
D.L. Peterson Trust	Car Lease for January 2009	2/1/2009	00099	\$1,238	0.000%	-
D.L. Peterson Trust	Car Lease for January 2009	2/1/2009	00099	\$1,367	0.000%	-
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,606	0.000%	-
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,218	0.936%	11
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,293	0.000%	-
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,207	2.708%	33
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,463	0.000%	-
D.L. Peterson Trust	Car Lease for March 2009	4/1/2009	00099	\$1,353	0.000%	-
Boston Realty Relocations	Commission-leasing 9 Oakdale Lane, Lincoln, MA 01773	3/25/2009	00099	\$4,300	0.000%	-
Primacy Relocation LLC	Relocation Services	2/10/2009	00099	\$350	0.000%	-
Lionshead 53 Development LLC	early termination fee	6/2/2009	00099	\$11,085	2.708%	300
School	Tuition	5/21/2009	00099	\$4,600	0.000%	-
School	Tuition	5/21/2009	00099	\$4,600	0.000%	-
Rental agent	Expense Reimbursement	12/29/2008	00001	\$2,180	0.000%	-
Boston Realty Relocations	Search Services	5/8/2009	01401	\$4,800	0.000%	-
National Grid	Final Utility Bill	6/30/2009	00099	\$28	0.000%	-
Rental agent	First; Last; Security	6/25/2009	00099	\$7,000	0.936%	66
Think Preservation Properties	First; Last; Security	6/24/2009	00099	\$6,875	2.708%	186
CORT	Furn Rental Lease	5/20/2009	00099	\$1,483	0.000%	-
Churchill Corporate Services	Furniture Rental	8/7/2008	00099	\$1,681	2.708%	46
CORT	Furniture Rental	8/1/2008	00099	\$2,696	2.708%	73
CORT	Furniture Rental	9/3/2008	00099	\$1,609	0.000%	-
CORT	Furniture Rental	9/3/2008	00099	\$738	0.000%	-
CORT	Furniture Rental	9/3/2008	00099	\$20	0.000%	-
CORT	Furniture Rental	10/2/2008	00099	\$2,367	0.000%	-
CORT	Furniture Rental	6/4/2009	00099	\$960	0.000%	-
CORT	Furniture Rental	6/22/2009	00099	\$960	2.708%	26
Cort Putnam Furniture	Furniture Rental	7/15/2008	00099	\$752	0.000%	-
Cort Putnam Furniture	Furniture Rental	10/10/2008	01401	\$2,759	0.000%	-
Cort Putnam Furniture	Furniture Rental	10/15/2008	01401	\$740	0.000%	-
CORT	Furniture Rental for Dec 2008	1/30/2009	00099	\$842	0.000%	-
CORT	Furniture Rental for Jan 2009	12/23/2008	00082	\$749	0.000%	-
CORT	Furniture Rental for Nov 2008	1/6/2009	00099	\$749	0.000%	-

Primacy Relocation	Home Finding Fee	10/3/2008	00099	\$1,850	0.000%	-
School	Enrollment Deposit	3/25/2009	00099	\$3,600	0.000%	-
D. L. Peterson	Lease Car	7/5/2008	00099	\$2,425	0.936%	23
D. L. Peterson	Lease Car	7/5/2008	00099	\$3,706	0.936%	35
D. L. Peterson	Lease Car	7/5/2008	00099	\$2,403	2.708%	65
D. L. Peterson	Lease Car	7/5/2008	00099	\$3,673	2.708%	99
D. L. Peterson	Lease Car	7/5/2008	00099	\$2,695	0.000%	-
D. L. Peterson	Lease Car	7/5/2008	00099	\$4,110	0.000%	-
Law office of Richard Goldstein	Legal Fees	9/18/2008	00099	\$10,445	2.708%	283
R.S. Goldstein PC	Legal Svcs	2/25/2009	00036	\$10,945	0.000%	-
Vesta	March Rent & storage	2/5/2009	00099	\$4,250	0.000%	-
Winthrop University Hospital	Medical Expenses	7/10/2008	00099	\$950	0.936%	9
Children's Hospital	Medical Exp	4/22/2009	00099	\$438	0.000%	-
CORT	Monthly Lease Charge	12/5/2008	00082	\$913	0.000%	-
CORT	Monthly Lease Charge	2/5/2009	00082	\$163	0.000%	-
CORT	Monthly Lease Charge	5/12/2009	00099	\$81	0.000%	-
CORT	Monthly Lease Charge	2/5/2009	00099	\$669	0.000%	-
Humboldt	Moving & Storage	12/23/2008	00099	\$1,375	0.000%	-
Humboldt Moving & Storage	moving costs	7/31/2008	00099	\$3,841	0.000%	-
Humboldt Moving & Storage	moving costs	11/3/2008	00099	\$16,198	2.708%	439
Unigroup Worldwide Inc	moving costs	7/15/2008	00099	\$5,420	2.708%	147
Unigroup Worldwide Inc	moving costs	9/4/2008	00099	\$7,540	0.000%	-
Full Circle International Relocations	Moving Expenses	9/17/2008	00099	\$2,850	2.708%	77
Humboldt Moving & Storage	Moving Expenses	7/1/2008	00099	\$5,757	2.708%	156
Humboldt Moving & Storage	Moving Expenses	8/21/2008	00099	\$7,542	0.000%	-
Humboldt Moving & Storage	Moving Expenses	9/12/2008	00099	\$4,194	2.708%	114
Humboldt Moving & Storage	Moving Expenses	10/15/2008	00099	\$14,537	2.708%	394
Humboldt Moving & Storage	Moving Expenses	10/22/2008	00099	\$3,464	2.708%	94
Primacy Relocation, LLC	Moving Expenses	8/14/2008	00099	\$2,050	2.708%	56
Primacy Relocation, LLC	Moving Expenses	8/14/2008	00099	\$800	2.708%	22
Unigroup Worldwide Inc	Moving Expenses	7/1/2008	00099	\$29,808	2.708%	807
Unigroup Worldwide Inc	Moving Expenses	9/4/2008	00099	\$5,908	2.708%	160
Unigroup Worldwide Inc	Moving Expenses	9/17/2008	00099	\$6,829	0.000%	-
Unigroup Worldwide Inc	Moving Expenses	10/23/2008	00099	\$9,241	2.708%	250
Unigroup Worldwide Inc	Moving Expenses	11/3/2008	00099	\$6,137	2.708%	166
CORT	New Delivery Mo. Lease Chg	5/7/2009	00099	\$2,807	0.000%	-
Humboldt Storage	Ocean Shipment	1/27/2009	00099	\$5,534	2.708%	150
Coldwell Banker	Property fee	10/20/2008	00099	\$2,220	0.000%	-
Rental agent	Property Rental	10/7/2008	00082	\$13,500	0.000%	-
William Raveis Real Estate	Real Estate Commission	1/27/2009	00082	\$4,500	0.000%	-
Boston Realty Relocations	Real Estate Services	1/14/2009	00001	\$4,500	0.000%	-
Boston Realty Relocations	Real Estate Services	1/14/2009	00099	\$4,200	0.000%	-
Coldwell Banker	Real Estate Services	10/28/2008	01401	\$4,800	0.000%	-
Full Circle International Relocation	Relocation Costs	7/15/2008	00099	\$2,195	0.000%	-
Full Circle Relocations	Relocation Costs	7/15/2008	00099	\$2,850	0.000%	-
Full Circle Relocations	Relocation Costs	10/22/2008	01401	\$2,195	0.000%	-
Humboldt Storage & Moving Company	Relocation costs	4/14/2009	00099	\$3,286	0.000%	-
Primacy Relocation	Relocation Costs	8/14/2008	00099	\$350	0.000%	-
Primacy Relocation LLC	Relocation Costs	8/21/2008	00099	\$1,850	0.936%	17
Primacy Relocation LLC	Relocation Costs	12/2/2008	00099	\$1,850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	7/14/2008	00099	\$1,850	2.708%	50
Primacy Relocation, LLC	Relocation Costs	7/14/2008	01401	\$1,850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	7/18/2008	00099	\$1,850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	8/14/2008	00099	\$5,250	2.708%	142
Primacy Relocation, LLC	Relocation costs	9/4/2008	00082	\$1,850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	6/22/2009	00099	\$850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	6/22/2009	00099	\$850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	6/22/2009	00099	\$850	0.000%	-
Primacy Relocation, LLC	Relocation Costs	6/22/2009	00099	\$850	0.000%	-
Full Circle International Relocation	Relocation Expenses	7/15/2008	00001	\$2,195	0.000%	-
Full Circle International Relocations, Inc.	Relocation Expenses	2/24/2009	00099	\$2,850	0.000%	-
Primacy Relocation, LLC	Relocation Expenses	8/28/2008	00099	\$1,850	2.708%	50
United Van Line	Relocation Expenses	7/11/2008	00001	\$11,321	0.000%	-
United Van Line	Relocation Expenses	7/25/2008	00001	\$3,200	0.000%	-
Full Circle Relocations	Relocation Fees	8/28/2008	00099	\$2,850	2.708%	77
Full Circle International	Relocation Services	1/9/2009	00082	\$2,850	0.000%	-
Full Circle International	Relocation Services	1/14/2009	00099	\$2,850	0.000%	-
Full Circle International	Relocation Services	1/14/2009	00099	\$2,850	0.000%	-
Primacy Relocation	Relocation Services	8/21/2008	01401	\$1,850	0.000%	-
Full Circle International Relocations, Inc.	Relocation to UK	4/21/2009	00099	\$795	0.000%	-
Full Circle International Relocations, Inc.	Relocation to US	10/15/2008	00099	\$2,850	0.000%	-
Primacy Relocation LLC	Relocation to US	8/21/2008	00099	\$800	0.000%	-
Rental agent	Rent - May 2009	4/21/2009	00099	\$4,300	0.000%	-
Think Preservation Properties	Rent August 2009	6/24/2009	00099	\$2,750	2.708%	74
VESTA	Rent for February 2009	12/29/2008	00099	\$4,200	0.000%	-
VESTA	Rent for January 2009	12/19/2008	00099	\$4,200	0.000%	-
Rental agent	Rent for June 2009	5/8/2009	00099	\$4,300	0.000%	-
Hammond Residential Real Estate	Rental Property	6/2/2009	00099	\$2,700	0.000%	-
Halstead Property	Rental Property	8/28/2008	00099	\$32,120	2.708%	870
Hammond Residential Real Estate	Rental Property	8/7/2008	00099	\$5,200	0.000%	-
National Grid	Residential Heating - Gas	9/4/2008	00099	\$22	2.708%	1
Full Circle International	Search Services	4/30/2009	00099	\$795	0.000%	-
Rental agent	Security Deposit	6/2/2009	00099	\$2,700	0.000%	-
VESTA	Security Deposit	11/21/2008	00099	\$2,050	0.000%	-
Rental agent	Sept Rent	8/26/2008	01401	\$4,800	0.000%	-
Humboldt Moving & Storage	Storage	9/4/2008	00099	\$1,120	0.000%	-
Humboldt Moving & Storage	Storage	10/15/2008	00099	\$368	0.000%	-
Bens Luxury Car	Tranportation	9/5/2008	00099	\$127	2.708%	3
School	Tuition	11/4/2008	00099	\$22,091	0.000%	-
School	Tuition	6/4/2009	00099	\$25,730	0.000%	-
				\$629,567		6,052

Officers' & Directors' Expenses in the
Historical Test Year ended June 30, 2009:
Legacy National Grid Employees

Sum of Total EN \$	Grand Total
Exp Empl Id	
100000142	-
100000180	7.33
100000642	-
100000657	155.94
100001010	-
100001214	17.93
100002412	-
100003121	-
100003143	-
100003297	-
100004036	-
100004054	-
100004537	4.70
100005105	-
100005135	-
100005280	-
100006309	41.56
100006580	-
100007019	-
100007226	113.82
100007485	-
100007567	-
100007763	0.68
100009015	28.74
100009035	36.57
100010512	-
100010804	204.68
100015872	-
100016454	-
100016753	-
100017259	-
100017269	-
100017862	2.55
100018446	24.22
100019114	19.23
100019209	-
100019226	1,885.92
100019233	-
100019285	-
100019395	-
100019650	12.10
100019870	-
100019954	45.26
100020048	-
100021443	-
100022079	35.65
100023692	-
100025156	-
100027301	-
100033570	92.20
100033614	328.28
100045909	-
100046236	85.55
100046251	145.39
100046577	-
100046867	145.07
100047036	-
100048687	-
100049837	-
100050179	-
100050973	-
100051351	-
100051366	96.18
100051448	1,150.30
100052800	-
100053037	32.50
100053313	-
100053543	-
100054480	462.63
100054551	-
100054644	-
100054831	213.99
100054904	-
100711139	60.08
Grand Total	5,449.05

**Officers' & Directors' Expenses in the Historical
Test Year ended June 30, 2009: Legacy KeySpan
Employees**

Sum of EN \$	Grand Total
Employee Id	
693	409.83
712	1,862.12
1016	1,038.89
2218	328.55
2250	39.83
3781	560.68
5126	6.36
5228	-
5376	685.21
5485	682.25
6369	27.29
7033	-
7179	-
7592	-
7942	914.82
8343	916.90
8455	51.10
9803	12.36
10320	-
10475	185.72
11530	25.00
11721	336.43
11737	347.42
12570	57.82
15999	237.40
16536	-
17477	-
20232	2,152.99
20414	-
23050	185.82
23109	-
23158	488.19
23393	1,659.59
23635	-
24017	130.48
24762	380.99
31040	-
38290	-
38308	-
45799	1,078.52
55804	-
72988	-
82151	815.54
89853	31.85
92080	-
93394	285.26
Grand Total	15,935.21