STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: 28 June 2011 AT (OFFICE): NHPUC

SEM

FROM: Al-Azad Iqbal

Utility Analyst III

SUBJECT: DE 11-146 Granite State Electric Company d/b/a National Grics

proposed GreenUp Service Recovery Adjustment

TO: Debra Howland,

Executive Director

On June 7, 2011, Granite State Electric Company d/b/a National Grid (National Grid) made a filing in which it proposed a GreenUp Service Recovery Adjustment Factor to recover the estimated administrative costs of the GreenUp program in its second year (July 1, 2011 through June 30, 2012) in accordance with Order No. 25,101.

National Grid calculated the GreenUp Service Recovery Adjustment Factor to be \$0.00000 per kilowatt hour (kWh), a decrease from current GreenUp Service Recovery Adjustment Factor of \$0.00006 per kWh, and proposed that it be effective on July 1, 2011. Although the estimated administrative costs for the upcoming year were \$6,000, when divided by the annual kWh, the calculation resulted in a rate of \$0.00000 per kWh. The Company stated that it will continue to reconcile GreenUp administrative costs against revenue billed through the factor, with any under- or over- collection reflected in a future GreenUp Service Recovery Adjustment Factor. National Grid also stated that the costs associated with the first year of the GreenUp program will be reconciled as part of the Company's annual retail reconciliation filing. National Grid provided bill impacts reflecting the impact of the change on the monthly bills of customers receiving default service.

Staff has reviewed the filing and believes it is consistent with Order No. 25,101 and recommends that the Commission approve the new proposed GreenUp Service Recovery Adjustment Factor.

Please let me know if you have any questions or would like to discuss this further.

¹ Although the Company submitted its filing under Docket No. DE 09-225, the Commission assigned it to a new docket, DE 11-146.