THE STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

DG 12-128

ENERGYNORTH NATURAL GAS, INC. d/b/a NATIONAL GRID NH Cast Iron/Bare Steel Replacement Program

ORDER OF NOTICE

On May 15, 2012, EnergyNorth Natural Gas, Inc. d/b/a National Grid NH (National Grid) filed with the Commission its fiscal year 2012 (April 1, 2011 – March 31, 2012) Cast Iron/Bare Steel (CIBS) Replacement Program Results. As a result of work completed in fiscal year 2012, National Grid seeks a permanent increase in its base distribution rates of \$54,568 effective for usage on an after July 1, 2012. The program results and request for a rate increase are filed pursuant to the merger settlement agreement in Docket No. DG 06-107 and approved by the Commission in *National Grid plc, et al.*, Order No. 24,777 (July 12, 2007). The petition and subsequent docket filings, other than information for which confidential treatment is requested of or granted by the Commission, will be posted to the Commission's website at http://www.puc.nh.gov/Regulatory/Docketbk/2012/12-128.html

The filing contained the following information: (1) a report on actual cast iron/bare steel capital spending for fiscal year 2012; (2) a proposed \$54,568 increase in the annual revenue requirement to be recovered through distribution rates effective for usage on and after July 1, 2012; and (3) an explanation of differences from the fiscal year 2012 budget.

In the attachments supporting the filing, National Grid calculated that the requested \$54,468 increase to its annual revenue requirement represents a 0.04 percent increase to

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distribution rates. On an overall bill basis, the increase to a residential heating customer would be \$0.42 for a customer using 1,250 therms per year, representing a 0.03 percent increase.

The filing raises, <u>inter alia</u>, issues related to whether National Grid's filing conforms to the requirements of the merger settlement agreement, whether National Grid has appropriately accounted for the costs of the CIBS replacement program, whether National Grid's CIBS-related forecasts, budgets and actual expenditures are reasonable and appropriate, whether National Grid has applied appropriate cost-control methodologies to its CIBS replacement program planning and construction work, matters related to "road degradation" fees assessed by certain New Hampshire municipalities in National Grid's service area, whether terms of the program should be modified, and whether the resulting rates are just and reasonable as required by RSA 378:5 and 378:8. Each party has the right to have an attorney represent the party at the party's own expense.

Based upon the foregoing, it is hereby

ORDERED, that a hearing be held before the Commission located at 21 S. Fruit St., Suite 10, Concord, New Hampshire on June 12, 2012 at 10:00 a.m.; and it is

FURTHER ORDERED, that pursuant to N.H. Code Admin. Rules Puc 203.12, National Grid shall notify all persons desiring to be heard at this hearing by publishing a copy of this Order of Notice no later than May 31, 2012, in a newspaper with general circulation in those portions of the state in which operations are conducted, publication to be documented by affidavit filed with the Commission on or before June 12, 2012; and it is

FURTHER ORDERED, that pursuant to N.H. Code Admin. Rules Puc 203.17, any party seeking to intervene in the proceeding shall submit to the Commission seven copies of a Petition to Intervene with copies sent to National Grid and the Office of the Consumer Advocate

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on or before June 7, 2012, such Petition stating the facts demonstrating how its rights, duties,

privileges, immunities or other substantial interest may be affected by the proceeding, as

required by N.H. Code Admin. Rule Puc 203.17 and RSA 541-A:32, I(b); and it is

FURTHER ORDERED, that any party objecting to a Petition to Intervene make said

Objection on or before June 12, 2012.

By order of the Public Utilities Commission of New Hampshire this twenty-third day of

May, 2012.

Debra A. Howland Executive Director

Individuals needing assistance or auxiliary communication aids due to sensory impairment or other disability should contact the Americans with Disabilities Act Coordinator, NHPUC, 21 S. Fruit St., Suite 10, Concord, New Hampshire 03301-2429; 603-271-2431; TDD Access: Relay N.H. 1-800-735-2964. Notification of the need for assistance should be made one week prior to the scheduled event.

SERVICE LIST - EMAIL ADDRESSES - DOCKET RELATED

Pursuant to N.H. Admin Rule Puc 203.11 (a) (1): Serve an electronic copy on each person identified on the service list.

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