1	STATE OF NEW HAMPSHIRE	
2	PUBLIC UTILITIES COMMISSION	
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4	October 24, 2012 - 10:30 a.m.	
5	Concord, New Hampshire NHPUC NOVO5'12	PM 2:49
6	DE DE 1000	
7	RE: DE 12-292 PUBLIC SERVICE OF NEW HAMPSHIRE:	
8	2013 Default Energy Service Rate. (Prehearing conference)	
9 '	Transay or a sure purchases, explain in the in-	
10	PRESENT: Chairman Amy L. Ignatius, Presiding Commissioner Robert R. Scott	
11	Commissioner Michael D. Harrington	
12	Sandy Deno, Clerk	
13		
14	APPEARANCES: Reptg. Public Service of New Hampshi:	re:
15	Matthew J. Fossum, Esq.	
16	Reptg. Residential Ratepayers: Susan W. Chamberlin, Esq., Consumer A	Advocate
17	Stephen Eckberg Office of Consumer Advocate	,
18	The Company of the Co	
19	Reptg. PUC Staff: Suzanne G. Amidon, Esq.	
20	Steven E. Mullen, Asst. Dir./Electric	c Div.
21		
22	The state of the contract of t	
23	Court Reporter: Steven E. Patnaude, LCR	No. 52
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{DE 12-292} [Prehearing conference] {10-24-12}

## 1 PROCEEDING

CHAIRMAN IGNATIUS: We'll open the
hearing in Docket DE 12-292, which is Public Service
Company of New Hampshire's 2013 Default Energy Service
rate. On September 28, 2012, PSNH filed a petition to set
its Default Energy Service rate for effect with service
rendered on or after January 1st, 2013. The rate includes
costs associated with its generation assets, supplemental
energy and capacity purchases, certain ISO ancillary
service charges, compliance with the Renewable Portfolio
Standard, and the Regional Greenhouse Gas Initiative.
And, by an order dated October 9th,
2012, we noticed a prehearing conference for this morning,
which will be followed by a technical session with this
and the Stranded Cost Recovery Charge docket as well.
So, let's begin with appearances please.
MR. FOSSUM: Good morning. My name is
Matthew Fossum with the Public Service Company of New
Hampshire.
CHAIRMAN IGNATIUS: Good morning.
MS. CHAMBERLIN: Good morning. Susan
Chamberlin, for the Office of the Consumer Advocate. With

{DE 12-292} [Prehearing conference] {10-24-12}

CHAIRMAN IGNATIUS: Good morning.

me today is Stephen Eckberg.

1 MS. AMIDON: Good morning. Suzanne Amidon, for Commission Staff. With me today is Steve 2 Mullen, the Assistant Director of the Electric Division. 3 4 CHAIRMAN IGNATIUS: Good morning, 5 everyone. We have a notice from the OCA that the Office will be participating in this case, but we have no other 6 7 filings of anyone seeking to intervene, and it doesn't appear there is anyone here this morning seeking 8 9 intervention. And, do we have an affidavit of publication 10 filed? Thank you. So, I don't think we have any other 11 administrative details to get through, unless anyone knows of anything? 12 13 (No verbal response) 14 CHAIRMAN IGNATIUS: If not, then let's 15 take positions of the parties on the docket. Mr. Fossum. 16 MR. FOSSUM: Thank you. Similar to the Stranded Cost Recovery, PSNH has proposed -- submitted 17 18 proposed changes to its Energy Service rate for effect on January 1st, 2013. And, those rates are calculated and 19 20 presented in essentially the same manner as they have been 21 presented in the past, in past filings. 22 One thing I did want to address very 23 quickly is that it's been brought to my attention that the 24 cover letter with my signature to the original filing is a

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       bit confusing. In the middle of the big paragraph on that
 2
       page, there's a rate comparison that compares the rate
 3
       with Scrubber-related costs to a rate without
       Scrubber-related costs. So, essentially, it's not an
 4
 5
       apples-to-apples comparison in that portion of the cover
                There was no intent to make it confusing.
 6
       just, I guess, a poor drafting, and I'll take the blame on
 7
       that. But I did want to clarify that, since it was
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 9
       brought to my attention.
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                         As with prior filings, we'll be updating
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       all of the numbers closer to the date of the hearing.
       And, we will be working with the Staff and the OCA on
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13
       their questions and concerns relative to this filing in
14
       preparation for the hearing. Thank you.
15
                         CHAIRMAN IGNATIUS: Thank you.
16
       Ms. Chamberlin.
17
                         MS. CHAMBERLIN:
                                          Thank you, madam Chair.
18
       Along with our efforts to support customer choice, we are
19
       also working to increase the transparency of the rates to
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MS. CHAMBERLIN: Thank you, madam Chair. Along with our efforts to support customer choice, we are also working to increase the transparency of the rates to the residential customers, and working on, in this docket and the other related dockets, on having open access to information so customers can become educated about their options. So, we will be implementing policies or attempting to implement policies along those lines.

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                         And, other than that, I'm looking
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       forward to moving forward in the docket.
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                         CHAIRMAN IGNATIUS: Thank you.
                                                         Ms.
       Amidon.
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                         MS. AMIDON:
                                      Thank you. Staff has no
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       position on the docket at present. As is customary with
 7
       these proceedings, we will be conducting discovery, and
       which will begin with a technical session that follows
 8
 9
       this prehearing conference. We will propose a procedural
10
       schedule. And, we expect to be able to report back to the
11
       Commission before the end of week with our
       recommendations.
12
                         Thank you.
13
                         CHAIRMAN IGNATIUS:
                                            All right.
14
       questions from the Commissioners?
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                         CMSR. HARRINGTON:
                                            Just one comment.
                                                               On
16
       Page 6 and 7 of the testimony, there's some -- I'll let
17
       people get there -- starting in the bottom of Page 6 and
18
       the top of Page 7, there's a discussion on the
       Massachusetts changes in Class I renewable regarding
19
       biomass regulation. And, it talks about "PSNH is working
20
21
       with a consultant...to explore all opportunities to
22
       satisfy the eligible biomass wood fuel certification."
23
       understanding of that is it requires a very high
24
       efficiency factor, which is probably much above what the
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1	present Schiller Station is. So, I guess, and you don't
2	have to answer the question now, but I'd be interested in,
3	is the Company pursuing some physical changes to the plant
4	that would increase the efficiency, so that it would be
5	eligible for the RECs in Massachusetts under the new
6	rules? Or, is this just a standard boilerplate, "we're
7	looking to check them out" type thing? So, just something
8	you may want to comment on when we get back to the
9	hearing.
10	CHAIRMAN IGNATIUS: All right. If
11	there's nothing else, then we look forward to the report
12	of the tech session and proposed procedural schedule.
13	And, we'll take all of that under advisement. Thank you.
14	(Whereupon the prehearing conference
15	ended at 10:35 a.m., and thereafter a
16	technical session was commenced
17	regarding issues related to DE 12-291
18	and DE 12-292.)
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