STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: July 25, 2013

AT (OFFICE): NHPUC

FROM: Grant W. Siwinski WHPUC 25JUL'13pm4:26

Utility Analyst III

SUBJECT: DA 13-093, Service Agreements-New England Power Company/New

England Hydro-Transmission Corporation/New England Electric

Transmission Corporation

TO: Debra A. Howland, Executive Director

On March 28, 2013, National Grid filed two new Service Agreements that were effective as of November 5, 2012. New England Power Company, New England Hydro-Transmission Corporation, and New England Electric Transmission Corporation along with certain other affiliates of National Grid USA entered into one Service Agreement with National Grid Engineering & Survey Inc. as well as a second Service Agreement with National Grid USA Service Company, Inc. to which other National Grid USA affiliates are also parties. In addition, New England Power Company, New England Hydro-Transmission Corporation, and New England Electric Transmission Corporation along with certain other affiliates of National Grid USA contemporaneously terminated their participation in a Service Agreement dated October 1, 2007 with National Grid Engineering & Survey Inc. As a result of an oversight, the foregoing documents were not filed with the Commission promptly after their execution.

The new agreements were filed pursuant to RSA 366:3, which require utilities to file copies of agreements between a public utility and an affiliate where the value of the transaction exceeds \$500.

Staff has reviewed the new Service Agreements and, at this point, does not recommend that the Commission take any further action pursuant to RSA 366. Because any issues that may arise related to the Service Agreements can be addressed in other proceedings, Staff recommends that this docket be closed without opening a formal investigation.

Please let me know if you have any questions.

c: Steve Mullen Suzanne Amidon