nationalgrid

Alexandra E. Blackmore Senior Counsel

May 1, 2009

VIA HAND DELIVERY & ELECTRONIC MAIL

Ms. Debra A. Howland **Executive Director and Secretary** New Hampshire Public Utilities Commission 21 South Fruit Street, Suite 10 Concord, NH 03301-2429

DG 06-107; National Grid Merger Compliance Reports Re:

Dear Ms. Howland:

Pursuant to the merger settlement agreement approved by the Commission in Order No. 24,777 (July 12, 2007) in the above-captioned docket, I am submitting the annual costs to achieve reports of Granite State Electric Company d/b/a National Grid ("Granite State") and EnergyNorth Natural Gas, Inc. d/b/a National Grid NH. I am also submitting Granite State's annual cumulative earnings report.

As required by the merger settlement agreement, the costs to achieve reports detail the actual costs to achieve the merger for calendar year 2008. Similarly, Granite State's annual cumulative earnings report calculates the cumulative average return on equity for calendar year 2008.

Thank you for your attention to this matter. If you have any questions, please feel free to contact me at 781-907-1849.

Very truly yours,

Alexandra E. Blackmore

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cc: Tom Frantz Steve Mullen Steve Frink Suzanne Amidon, Esq. Meredith A. Hatfield, Esq. NHPUC MAYOL '09 PM 3

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