CLERKS REPORT

DOCKE	ET NO. &	NAM		\mathbf{n} for \mathbf{A}				w Hampshire ng Term Debt	
DATE:	7/24/7	OPE	NED AT:	10:11 a.m.	CLOSED	11:27 a.m.	PHC:	HEARING:	X
PRESIC	OING OFF	TICER:	Chairma Commis Clifton l	sioners	nas Getz; Graham I	Morrison		EARING KAMINER:	
COURT	REPORT	ΓER: \$	Steve Patı	naude		CLERK:	Connie I	Fillion	
APPEA	RANCES	:							
Catheri	ine E. Shi	vely, E	Esq. – Pub	lic Serv	ice Compa	ny of Nev	w Hampsl	hire	
Suzanne	e Amidon,	Esq	Staff						
INTER	VENTION	I GRA	NTED:						

NOTES: Witness is Patricia C. Cosgel

- (1) The Issuance of up to \$200 Million Aggregate Principal Amount of Long Term Debt Securities Through December 31, 2008 (2) Amendment and Restatement of the Company's First Mortgage Indenture, (3) The Mortgaging of Property, (4) The Utilization of Interest Rate Locks and (5) Permanent Increase in the Company's Short Term Debt Limit to 10% of Net Fixed Plant Plus a Fixed Amount of \$35 Million
- (2) Data Response: Q NSTF-01-010 Attached file provides daily borrowings through the NU money pool for the last twelve months and calculates the monthly weighted average borrowing rate.
- (3) Data Response: Q-NSTF-001The overall cost of Retail vs. Institutional Debt is the primary factor that PSNH considers in deciding between both types of debt, as the structure of each type is very similar and currently PSNH sees no incremental value to having Retail vs. Institutional Debt holders.
- (4) Data Response Q-NSTF-01-002 The statement in the Testimony was intended as a hypothetical situation whereby if credit spreads did in fact widen, PSNH may not be able

- to issue the Long-term-Debt in the capital markers without the flexibility of the requested credit spread of up to 2.00%.
- (5) Q-NSTF -01-017NU currently expects to make \$49 million of capital contributions into PSNH allowed ratemaking capital structure of 52.34 percent debt and 47.66 percent common equity, as ordered by the Commission in Docket DE 06-028, PSNH
- (6) Q-NSTF-1-009 PSNH's decision to hedge is based on existing authority, timing to when the bonds are expected to be priced, accounting guidelines, and knowledge of the exact structure and maturing of the bonds.
- (7) Q-NSTF-1-007 It is PSNH's the actual period of time is determined at the time the hedge is established with the hedge counterparty, PSNH cannot enter into these transactions until it has received the necessary authorization from the Commission.
- (8) Q-NSTF-1-003PSNH's current Indenture, the proposed PSNH and revised CL&P indenture do not have a renewal and replacement provision or an interest coverage ratio. The issuance criteria in modern indentures are simpler and easier to administer than in PSNH's existing indenture.
- (9) Q-NSTF-1-005 PSNH would only be subject to the new issuance test once the majority (50%) of bondholder consents is obtained, Bonds Series and National Amount, Total Bonds would be \$707,285,000 Remaining Capacity \$178, 574, 637
- (10) Q-NSTF 01-013 PSNH can issue new First Mortgage Bonds if it maintains Bondable Property Additions, not made the basis of any proper issuance of bonds, of at least 150% of the notional amount of the bonds to be authenticated and delivered under the Indenture. PSNH must also meet a Net Earning Requirement as stipulated in the original Indenture.

PSNH would like to have the order at end of this week or the end of this month

PROCEDURAL SCHEDULE N/A	HEARINGS CONTINUED: No
BRIEFS DUE:	ORDER DUE:
TRANSCRIPT DUE DATE: 10 business days	REQUEST WHEN DUE:
HEARING EXAMINER REPORT DUE:	ATTACH THE EXHIBITS LIST: Yes
UNDER ADVISEMENT: Yes	

Public Service Company

DE 07-070

EXHIBITS

DATE	NO.	DESCRIPTION	WITNESS
07/24/07	1	Public Service Company of New Hampshire's Petition for Approval of the Issuance of Long Term Debt Securities	Patricia C. Cosgel
07/24/07	2	PSNH's Response to Staff's Data Request Q-NSTF-01-010	Patricia C. Cosgel
07/24/07	3	PSNH's Response to Staff's Data Request Q-NSTF-01-001	Patricia C. Cosgel
07/24/07	4	PSNH's Response to Staff's Data Request Q-NSTF-01-002	Patricia C. Cosgel
07/24/07	5	PSNH's Response to Staff's Data Request Q-NSTF-01-017	Patricia C. Cosgel
07/24/07	6	PSNH's Response to Staff's Data Request Q-NSTF-01-009	Patricia C. Cosgel
07/24/07	7	PSNH's Response to Staff's Data Request Q-NSTF-01-007	Patricia C. Cosgel
07/24/07	8	PSNH's Response to Staff's Data Request Q-NSTF-01-003	Patricia C. Cosgel
07/24/07	9	PSNH's Response to Staff's Data Request Q-NSTF-01-005	Patricia C. Cosgel
07/24/07	10	PSNH's Response to Staff's Data Request Q-NSTF-01-013	Patricia C. Cosgel