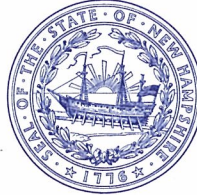


THE STATE OF NEW HAMPSHIRE

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Thomas B. Getz

COMMISSIONERS
Graham J. Morrison
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EXECUTIVE DIRECTOR
AND SECRETARY
Debra A. Howland



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October 16, 2008

Debra A. Howland
Executive Director
N.H. Public Utilities Commission
21 South Fruit Street Suite 10
Concord, NH 03301

Re: Docket No. DE 08-011
Granite State Electric Company d/b/a National Grid
Default Service Filings
Solicitation of Renewable Energy Certificates



Dear Ms. Howland:

On September 29, 2008, the Commission issued Order No. 24,902 in the above captioned docket. Among other things, the Commission, in Order No. 24,902, directed Staff and the Office of Consumer Advocate (OCA) to meet with Granite State Electric Company d/b/a National Grid (National Grid) regarding National Grid's proposal to procure Renewable Energy Certificates (RECs).

According to National Grid's testimony at hearing, National Grid plans to solicit REC compliance with its solicitation of default service energy supply and the associated capacity. In the event that National Grid found the REC compliance bid responses to be unacceptable, the Company would conduct a separate solicitation for RECs. In Order No. 24,902, the Commission directed Staff, the OCA and National Grid to clarify the procedure, timing and costs of the separate solicitation for RECs.

The purpose of this letter is to inform the Commission that Staff, the OCA and National Grid have met and agreed upon the procedure for National Grid to use to procure RECs. We will file a settlement agreement with the Commission memorializing our agreement. We recommend that the Commission adopt the settlement agreement on a *nisi* basis to permit National Grid to procure RECs to meet its 2008 REC requirements.

I certify that the parties to this proceeding will receive an electronic copy of this letter at the same time the letter is filed with the Commission.

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Please let me know if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Suzanne G. Amidon'. The signature is stylized with a large, looped 'S' and a horizontal line extending to the right.

Suzanne G. Amidon
Staff Attorney/Hearings Examiner

CC: Service List