THE STATE OF NEW HAMPSHIRE

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PUBLIC UTILITIES COMMISSION 21 S. Fruit Street, Suite 10 Concord, N.H. 03301-2429

October 15, 2008

Alexandra E. Blackmore, Esq. National Grid 25 Research Drive Westborough, Massachusetts 01582

Re: DA 08-050, National Grid Affiliate Contracts

Dear Attorney Blackmore:

On March 28, 2008, National Grid (NGrid) filed with the Commission copies of the Service Contracts between National Grid USA Service Company, Inc. (the "Service Company") and the following five affiliates: New England Hydro-Transmission Corporation, New England Power Company, Granite State Electric Company, New England Electric Transmission Corporation, and EnergyNorth Natural Gas, Inc (ENGI). These contracts cover the period from April 1, 2008 to March 31, 2009. NGrid filed a Mutual Assistance Agreement it entered into along with nineteen of its affiliates on March 28, 2008 for a period of one year. NGrid also filed a Service Agreement with KeySpan Utility Services LLC (KeySpan) dated January 1, 2008 but which was re-executed on March 24, 2008 with the addition of six other affiliates. On October 15, 2008, Staff filed a memo with the Commission stating that it had reviewed the contracts and that no further investigation is warranted at this time.

This letter serves as an acknowledgement that the Service Company, pursuant to the requirements of RSA 366:3, has filed a verified copy of a contract between a public utility and an affiliate for the provision of services in exchange for compensation that exceeds \$500. This acknowledgement does not constitute approval of any rate or revenue requirement change that may be claimed as a result of the service provided for in the filed documents. As any issue that may arise under each contract may be addressed in another docket or through the opening of a new docket, the Commission will not open an investigation at this time under RSA 366:5, will accept the contracts as filed, and will close this docket.

If the allocations change for any reason during 2008, the Service Company should notify the Commission.

Sincerely, Der N. Manutar

Debra A. Howland Executive Director

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