



**Public Service
of New Hampshire**

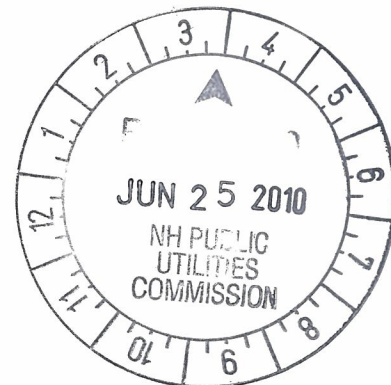
PSNH Energy Park
780 North Commercial Street, Manchester, NH 03101

Public Service Company of New Hampshire
P.O. Box 330
Manchester, NH 03105-0330
(603) 669-4000
www.psnh.com

The Northeast Utilities System

June 25, 2010

Debra A. Howland
Executive Director
New Hampshire Public Utilities Commission
21 South Fruit Street, Suite 10
Concord, New Hampshire 03301



Re: DE 09-180 – Proposed Default Energy Service Rate - 2010

Dear Ms. Howland:

At the hearing on June 23, 2010, the Commission requested that PSNH provide an update regarding whether the \$1.764 million insurance claim shown in Exhibit 25 (Response to OCA Request 2 in Set No. 2) had been submitted to PSNH's insurance carriers. The claim has not yet been submitted for the reasons specified below:

- The expenses are predominantly for PSNH's labor, overheads and other direct costs. This cost data includes many smaller items and internal costs that were incurred through the end of 2009. Extracting and compiling this data takes more time to review fully to insure completeness and accuracy, as compared to a few larger contractor invoices.
- The financial analyst at Merrimack Station who extracts and compiles the appropriate data retired in early 2010. Her replacement is now becoming more familiar with the detailed work involved to gather and compile this type of information in addition to the many other tasks to which he has been assigned.
- PSNH's turbine engineer responsible for the technical work and contract execution of the entire turbine project was required to oversee turbine and generator spring overhaul inspections and repairs that were completed at Schiller Station (two unit outages), and other locations. This individual must review all of the information in any claims sent to the insurance carriers in order to ensure that such information is accurate and complete. The high priority outage activities prevented the turbine engineer from focusing full attention to the effort of reviewing all claims information.

If you have any further questions regarding this update, please contact me.

Very truly yours,

A handwritten signature in black ink, appearing to read "Gerald M. Eaton". The signature is fluid and cursive, with the first name "Gerald" and last name "Eaton" clearly distinguishable.

Gerald M. Eaton
Senior Counsel

cc: Service List

Service List
Docket DE 09-180

Ms. Debra A. Howland
Executive Director & Secretary
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Ms. Amanda Noonan
Consumer Affairs Director
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Mr. Kenneth E. Traum
Office of Consumer Advocate
21 S. Fruit Street, Suite 18
Concord, NH 03301-2429

Mr. Thomas C. Frantz
Director - Electric Utilities
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Mr. Steve Mullen
Assistant Director - Electric Division
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Ms. Suzanne Amidon
Staff Attorney
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Mr. Al-Azad Iqbal
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Ms. Jody M. Carmody
State of New Hampshire
Public Utilities Commission
21 S. Fruit Street, Suite 10
Concord, NH 03301-2429

Atty. Douglas Patch
Orr & Reno
1 Eagle Square
PO Box 3550
Concord, NH 03302-3550

Mr. Stephen Eckberg
Office of Consumer Advocate
21 South Fruit Street
Concord, NH 03301-2429

Atty. James T. Rodier
1500 A Lafayette Road, #112
Portsmouth, NH 03801-5918

Mr. Robert A. Baumann
Northeast Utilities
PO Box 270
Hartford, CT 06141-0270

Mr. Michael D. Cannata Jr
Liberty Consulting Group
65A Ridge Road
Deerfield, NH 03037-1402

Mr. Allen M. Desbiens
Senior Analyst
Public Service of New Hampshire
780 N. Commercial Street
Manchester, NH 03101

Atty. Gerald M. Eaton
Senior Counsel
Public Service of New Hampshire
780 No. Commercial Street
Manchester, NH 03101

Mr. Bill Gabler
Clean Power Development LLC
130 Pembroke Road, Suite 100
Concord, NH 03301

Mr. Stephen R. Hall
Manager
Public Service of New Hampshire
780 N. Commercial Street
Manchester, NH 03101

Ms. Meredith A. Hatfield
Consumer Advocate
Office of Consumer Advocate
21 S. Fruit Street, Suite 18
Concord, NH 03301-2429

Ms. K'LaRae Nolin
Admin Support
Public Service of New Hampshire
780 N. Commercial Street
Manchester, NH 03101

Ms. Angela O'Connor
New England Power Generators
Association, Inc.
141 Tremont Street
Boston, MA 02111

Mr. Frederick White
Northeast Utilities
PO Box 270
Hartford, CT 06141-0270