

ORIGINAL	
N.J.P.U.C. Case No.	DE 10-160
Exhibit No.	# 3
Witness	Panel #1
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Public Service Company of New
Hampshire
Docket No. DE 10-160

Data Request TC-01

Dated: 08/13/2010
Q-TC-026
Page 1 of 1

Witness: Robert A. Baumann, David A. Errichetti, William H. Smagula
Request from: TransCanada

Question:

On page 6, line 18-19 of Mr. Baumann's testimony, he states "PSNH supply costs have historically been supported by all customers". Please describe all efforts undertaken by PSNH to minimize price risk to customers, in particular those customers "that have less of an opportunity to choose a lower cost electric supplier", due to the option PSNH customers have since deregulation to choose an alternate supplier.

Response:

Default Service price risk has been minimized for all default service customers by having default service prices set only twice annually, thus minimizing the number of times per year customers needed to react to new price signals. Further, default service price risk has also been minimized through managing over / under recoveries. Principally, this has been accomplished by purchasing supplemental energy requirements and fuel such that these costs were captured in the rate setting process and by managing capital and O&M generation costs.