THE STATE OF NEW HAMPSHIRE

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June 9, 2011

Thomas P. O'Neill, Esq. Senior Counsel National Grid 40 Sylvan Road Waltham, MA 02451

Re: DA 11-116, EnergyNorth Natural Gas, Inc. Affiliate Contract

Dear Mr. O'Neill:

On May 23, 2011, National Grid filed an agreement between Colonial Gas Company d/b/a National Grid (Colonial), Boston Gas Company d/b/a National Grid (Boston), The Narragansett Electric Company d/b/a National Grid (Narragansett) and EnergyNorth Natural Gas, Inc. d/b/a National Grid NH (EnergyNorth), executed on May 18, 2011, that provides for Colonial to purchase Liquid Natural Gas (LNG) and sell quantities to its affiliates Boston, Narragansett and EnergyNorth during the period April 25, 2011 through October 31, 2011. National Grid asserts that the agreement provides operational benefits and savings to customers by allowing National Grid to more efficiently allocate the trucks needed for summer LNG tank refill in its New England service territory than would otherwise be possible if each of the four affiliates had a separate agreement to purchase LNG.

This letter serves as an acknowledgement that National Grid, pursuant to the requirements of RSA 366:3, has filed 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 the 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. The Commission will accept the contract as filed and will close this docket. Any modifications of the contract must be filed with the Commission pursuant to RSA 366:3.

Very truly yours,

Debra A. Howland

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Executive Director