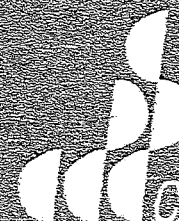


THE BRIDGE TO NEW HAMPSHIRE'S CLEAN ENERGY FUTURE



Public Service
of New Hampshire

The New England Electric System



Clean Air Project
Merrimack Station

Today's Agenda

- The Clean Air Project
- Cost
- Project Benefits
- Senate Bill 152
- The Bridge to NH's Clean Energy Future

Customer Cost Safety Nets

- PSNH has legally binding, firm price contracts in place for major components of project
- When the project is complete, the NH Public Utilities Commission will scrutinize every dollar spent on the project before any money can be recovered from customers through PSNH's rates
- PSNH customers (esp. commercial customers) can switch to a different energy supplier at any time to avoid paying costs associated with the scrubber
- The bottom line:
 - Installation of the scrubber at \$457M continues to be a better option for PSNH customers than purchasing replacement energy in the open market