

April 15, 2021

BY E-MAIL

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

Re: Unitil Energy Systems, Inc. Annual REP VMP Report 2020

DE 20-183

Dear Director Howland:

Enclosed for filing on behalf of Unitil Energy Systems, Inc. ("UES" or "Company") is the Company's Reliability Enhancement Program ("REP") and Vegetation Management Program ("VMP") Annual Report ("Report") pursuant to the provisions of the Settlement Agreement in DE 10-055, Order No. 25,656 in DE 14-063, and Order No. 26,007 which approved the Settlement Agreement in Docket No. DE 16-384. Please note that the Company previously filed in this docket its *planned* VMP activities for fiscal year 2021 on November 16, 2020, pursuant to Order 26,388 in DE 20-098. Accordingly, the instant filing contains the reconciliation of expenditures during fiscal year 2020.

As required by Section 7.2 of the DE 16-384 Settlement Agreement, UES will continue to reconcile actual VMP and REP program O&M expenses for future calendar years to an amount of \$4,858,739. For calendar year 2020, the Company spent \$5,515,822 in VMP expense and \$152,803 of REP expenses related to VMP for a grand total of \$5,668,625. In calendar year 2020, the Company collected \$989,500 from Consolidated Communications, providing for a net total expenditure of \$4,697,125. The net expenditure of \$4,697,125 is subtracted from the \$4,858,739 for a total over-collection of \$179,614 which will be credited to the Company's External Delivery Charge mechanism on May 1, 2021.

¹ On April 20, 2017, the Commission approved the Settlement Agreement in DE 16-384, which among other things, states that in an annual compliance filing, the Company will continue to reconcile actual calendar year vegetation management and reliability enhancement O&M expenses with test year costs. Any over- or under-collection shall be reflected in the Company's Schedule EDC (External Delivery Charge) on May 1 of the following year or, with approval of the Commission, the Company may credit unspent amounts to future vegetation management program expenditures.

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Please do not hesitate to contact me if you have any questions concerning this filing.

Sincerely,

Gary Epler

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Attorney for Unitil Energy Systems, Inc.

Enclosure

cc: Donald Kreis, Esq., Consumer Advocate