

DE07-096



**Public Service
of New Hampshire**

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The Northeast Utilities System

Gerald M. Eaton
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September 7, 2007

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



Re: Proposed Default Energy Service Rate for 2008 - Docket No. DE 07-___

Dear Ms. Howland:

Enclosed please find an original and six copies of the testimony and attachments of Robert A. Baumann containing an estimate and supporting documentation for a Default Energy Service rate applicable to PSNH's customers who take service under Default Energy Service Rate DE on and after January 1, 2008. Pursuant to RSA 369-B:3, IV(b)(1)(A), customers who take Default Energy Service from PSNH will be billed a Default Energy Service ("ES") rate equal to PSNH's actual, prudent and reasonable costs of providing the power, as approved by the Commission. Based upon the data contained herein, PSNH currently estimates an ES rate for effect on January 1, 2008 of 8.56 cents per kilowatt-hour. This rate is 0.73 cents per kilowatt-hour higher than the current ES rate of 7.83 cents per kilowatt-hour. PSNH is today making a contemporaneous filing for Stranded Cost Recovery Charge rate of 0.88¢ per kWh.

As in the case of the last proceeding, PSNH anticipates that the estimated ES rate will be revised during the course of this proceeding to incorporate the most recent estimates of fuel and energy prices. PSNH's requested rate will be based upon this revised estimate and supporting documentation filed prior to the final hearing on the merits and will reflect any over or under recovery of ES for 2007. Also included are an original and six copies of the testimony and attachments of Richard C. Labrecque addressing the status of the three improvement activities that were agreed to as part of the Stipulation and Settlement Agreement in DE 06-068.

PSNH requests that the Commission open a docket and schedule a pre-hearing conference so that a procedural schedule can be established that will provide for an order by the Commission in sufficient time to enable the new Default Energy Service rate to take effect January 1, 2008.

Sincerely,

Gerald M. Eaton
Senior Counsel

Enclosures
cc: Service List

Service List
Default Energy Service Rate for 2008
Docket DE 07-____

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