(R)

CALCULATION OF THE DEFAULT SERVICE CHARGE

	G1-Class Default Service:	May-09	Jun-09	Jul-09	Total	
1	Reconciliation	\$33,725	\$ 33,977	\$38,339	\$106,040	
2	Total Costs	<u>\$487,556</u>	\$508,139	\$638,608	<u>\$1,634,304</u>	
3	Reconciliation plus Total Costs (L.1 + L.2)	\$ 521,281	\$542,116	\$676,947	\$1,740,3 44	
4	kWh-Purchases	7,802,386	7,860,745	<u>8,869,945</u>	24,533,076	
5	Total, Before Losses (L.3 / L.4)	\$0.06681	\$0.06896	\$0.07632		
6	Losses	<u>4.591%</u>	<u>4.591%</u>	<u>4.591%</u>		
7	Total Retail Rate—Variable Default Service- Charge (L.5 * (1+L.6))	\$0.06988	\$0.07213	\$0.07982		
	G1 Class Default Service:	Aug-09	<u>Sep-09</u>	Oct-09	<u>Total</u>	
1	Power Supply Charge Reconciliation	\$37,884	\$38,722	\$38,505	\$115,111	
2	Total Costs	<u>\$547,516</u>	<u>\$545,361</u>	<u>\$576,885</u>	\$1,669,762	
3	Reconciliation plus Total Costs (L.1 + L.2)	\$585,400	\$584,083	\$615,389	\$1,784,873	
4	kWh Purchases	8,764,707	8,958,700	8,908,331	26,631,738	
5	Total, Before Losses (L.3 / L.4)	\$0.06679	\$0.06520	\$0.06908		
6	Losses	<u>4.591%</u>	4.591%	4.591%		
7	Total Retail Rate - Variable Power Supply Charge (L.5 * (1+L.6))	\$0.06986	\$0.06819	\$0.07225		
8	Renewable Portfolio Standard (RPS) Charge Reconciliation	\$0	\$0	\$0	\$0	
9	Total Costs	\$16,630	\$16,998	\$16,903	\$50,531	
10	Reconciliation plus Total Costs (L.8 + L.9)	\$16,630	\$16,998	\$16,903	\$50,531	
11	kWh Purchases	8,764,707	8,958,700	8,908,331	26,631,738	
12	Total, Before Losses (L.10 / L.11)	\$0.00190	\$0.00190	\$0.00190		
13	Losses	4.591%	4.591%	4.591%		
14	Total Retail Rate - Variable RPS Charge (L.12 * (1+L.13))	\$0.00198	\$0.00198	\$0.00198		
15	Total Retail Rate - Variable Default Service Charge (L.7 + L.14)	\$0.07184	\$0.07017	\$0.07423		

Authorized by NHPUC Order No. 24,949 in Case No. DE 09-009, dated March 20, 2009-

Issued: June 12March 13, 2009 Effective: AugustMay 1, 2009 (T)

CALCULATION OF THE DEFAULT SERVICE CHARGE

1	Non-G1 Class Default Service: Reconciliation	<u>May-09</u> (\$1,360)	Jun-09 (\$1,271)	Jul-09 (\$1,298)	Aug-09 (\$1,569)	Sep-09 (\$1,695)	Oct-09 (\$1,485)	Total (\$8,679)
2	Total Costs	<u>\$5,259,082</u>	<u>\$5,124,615</u>	<u>\$5,536,308</u>	<u>\$6,955,721</u>	\$6,681,888	\$5,960,66 <u>3</u>	<u>\$35,518,278</u>
3	Reconciliation plus Total Costs (L.1 + L.2)	\$5,257,722	\$5,123,344	\$5,535,009	\$ 6,954,153	\$6,680,193	\$ 5,959,178	\$35,509,599
4	kWh Purchases	68,709,205	64,209,668	65,592,242	79,243,171	<u>85,622,149</u>	75,026,129	438,402,564
5	Total, Before Losses (L.3 / L.4)	\$ 0.07652	\$0.07979	\$0.08439	\$0.08776	\$0.07802	\$0.07943	\$0.08100
6	Losses	<u>6.40%</u>	<u>6.40%</u>	<u>6.40%</u>	<u>6.40%</u>	<u>6.40%</u>	<u>6.40%</u>	<u>6.40%</u>
7 8	Total Retail Rate Variable Default Service Charge (L.5 * (1+L.6)) Total Retail Rate Fixed Default Service Charge (L.5 * (1+L.6))	\$0.08142	\$0.08490	\$ 0.08979	\$0.09337	\$ 0.08301	\$ 0.08451	\$0.08618
	Non-G1 Class Default Service:	<u>May-09</u>	<u>Jun-09</u>	<u>Jul-09</u>	Aug-09	Sep-09	Oct-09	<u>Total</u>
1	Power Supply Charge Reconciliation	(\$1,360)	(\$1,271)	(\$1,298)	(\$1,569)	(\$1,695)	(\$1,485)	(\$8,679)
2	Total Costs	<u>\$5,143,460</u>	<u>\$5,016,565</u>	<u>\$5,425,931</u>	<u>\$6,822,373</u>	<u>\$6,537,806</u>	\$5,834,411	\$34,780,545
3	Reconciliation plus Total Costs (L.1 + L.2)	\$5,142,099	\$5,015,294	\$5,424,633	\$6,820,804	\$6,536,111	\$5,832,926	\$34,771,867
4	kWh Purchases	68,709,205	64,209,668	65,592,242	79,243,171	85,622,149	75,026,129	438,402,564
5	Total, Before Losses (L.3 / L.4)	\$0.07484	\$0.07811	\$0.08270	\$0.08607	\$0.07634	\$0.07775	\$0.07931
6	Losses	6.40%	6.40%	6.40%	6.40%	6.40%	<u>6.40%</u>	6.40%
	Total Retail Rate - Variable Power Supply Charge (L.5 * (1+L.6)) Total Retail Rate - Fixed Power Supply Charge (L.5 * (1+L.6))	\$0.07963	\$0.08311	\$0.08800	\$0.09158	\$0.08122	\$0.08272	\$0.08439
9	Renewable Portfolio Standard (RPS) Charge Reconciliation	\$0	\$0	\$0	\$0	\$0	\$0	\$0
10	Total Costs	\$115,622	\$108,050	\$110,377	<u>\$133,348</u>	<u>\$144,083</u>	<u>\$126,252</u>	<u>\$737,733</u>
11	Reconciliation plus Total Costs (L.9 + L.10)	\$115,622	\$108,050	\$110,377	\$133,348	\$144,083	\$126,252	\$737,733
12	kWh Purchases	68,709,205	64,209,668	65,592,242	79,243,171	85,622,149	75,026,129	438,402,564
13	Total, Before Losses (L.11 / L.12)	\$0.00168	\$0.00168	\$0.00168	\$0.00168	\$0.00168	\$0.00168	\$0.00168
14	Losses	6.40%	6.40%	6.40%	6.40%	6.40%	6.40%	<u>6.40%</u>
	Total Retail Rate - Variable RPS Charge (L.13 * (1+L.14)) Total Retail Rate - Fixed RPS Charge (L.13 * (1+L.14))	\$0.00179	\$0.00179	\$0.00179	\$0.00179	\$0.00179	\$0.00179	\$0.00179
	Total Retail Rate - Variable Default Service Charge (L.7 + L.15) Total Retail Rate - Fixed Default Service Charge (L.8+L.16)	\$0.08142	\$0.08490	\$0.08979	\$0.09337	\$0.08301	\$0.08451	\$0.08618
	ned: June 12 March 13 , 2009 ective: August May 1, 2009 Authorized by NHP	UC Order No.	24,949 in Case	0 8 No. DE 09-00	•	20 2009	Issued By	: Mark H. Collin

Effective: AugustMay 1, 2009

in Treasurer

Schedule LSM-1
Page 3 of 3

NHPUC No. 3 - Electricity Delivery Unitil Energy Systems, Inc. (T)

<u>ThirdSecond</u> Revised Page 70 Superseding SecondFirst Revised Page 70

(1)

DEFAULT SERVICE SCHEDULE DS

AVAILABILITY

This Schedule is for energy supply service only. Customers taking service hereunder must also take service under one of the Company's Delivery Service Schedules.

Default Service shall be available under this Schedule to all Customers, including Customers that return to utility-provided energy supply service after receiving energy supply service from a Competitive Supplier or self-supply (available to Market Participant End Users as described in NHPUC Order No. 24,172), or those Customers whose energy to be provided by a Competitive Supplier or self-supply does not reach the Company's distribution system for any reason.

CHARACTER OF SERVICE

Electricity will be supplied with the same characteristics as specified in the applicable Delivery Service Schedules.

DEFAULT SERVICE CHARGE

The Default Service Charges ("DSC") for each class are specified on Page 74 for the Non-G1 class and Page 75 for the G1 class, Calculation of the Default Service Charge.

DEFAULT SERVICE CHARGE RECONCILIATION

The DSC shall be calculated separately for the Non-G1 (all classes except G1) and the G1 classes. The DSC for the Non-G1 class will be calculated on a six month basis and shall be offered as a fixed charge or as a variable charge, as provided below. The DSC for the G1 class will be calculated on a three month basis and shall be offered as a variable charge only, as provided below. The DSC shall consist of two separate components, a Power Supply Charge and a Renewable Portfolio Standard (RPS) charge. The Power Supply Charge shall be based on a forecast of all Default Service costs, excluding the costs associated with complying with RPS, and shall include an annual reconciliation with interest for any overor under-recoveries occurring in the prior period. The RPS Charge shall be based on a forecast of the costs to comply with RPS and shall include an annual reconciliation with interest for any over-recoveries occurring in the prior period.

Separate reconciliation of costs and revenues for the Power Supply Charge and the RPS Charge, for both the Non-G1 and G1 classes, shall be performed on an annual basis effective May 1. Default Service costs included in the Power Supply Charge shall include wholesale supplier charges and GIS support payments, internal company administrative costs, supply-related working capital, external company administrative costs, and a provision for uncollectible accounts attributed to Default Service, and costs of compliance with Renewable Portfolio Standard. External company administrative costs will be directly assigned to the Non-G1 or G1 class, as applicable. Costs that are common to both classes will be allocated to those classes based on kWh sales. Costs of uncollectible accounts shall be allocated to the Non-G1 and G1 classes based on kWh. Default Service costs included in the RPS Charge shall include costs of compliance with the Renewable Portfolio Standard and associated working capital.

Authorized by NHPUC Order No. 24,791 in Case No. DE 07-013 dated September 21, 2007

Issued: <u>June 12, 2009</u>September 14, 2007

Effective: August 1, 2009November 1, 2007

Issued by: Mark H. Collin

Treasurer