

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

PENSIONS

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised Distribution 2009 pension costs (1)	\$ 20,971
2 Less amount recorded in Test Year	<u>15,570</u>
3 Difference	<u>5,402</u>
4 Expense portion - based on the PSNH	
5 test year payroll capital/expense split	<u>66.63%</u>
6 Revised pension expense for 2009	3,599
7 Less: Pension expense pro forma initially filed	<u>3,160</u>
8 Increase in pension expense from initial filing	<u>\$ 439</u>

9 Amounts shown above may not add due to rounding.

(1) Updated to reflect the most current actuarial information for 2009 as filed
in TS-02, Q-TECH-21-SPO1

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

OTHER POST EMPLOYMENT BENEFITS (OPEB)

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised Distribution 2009 OPEB costs (1)	\$ 6,537
2 Less amount recorded in Test Year	<u>5,953</u>
3 Difference	<u>584</u>
4 Expense portion - based on the PSNH	
5 test year payroll capital/expense split	<u>66.63%</u>
6 Revised OPEB costs for 2009	389
7 Less: OPEB costs pro forma initially filed	<u>168</u>
8 Increase in OPEB costs from initial filing	<u><u>\$ 221</u></u>

9 Amounts shown above may not add due to rounding.

(1) Updated to reflect the most current actuarial information for 2009 as filed in TS-02, Q-TECH-21-SPO1

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

MEDICAL COSTS

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised Distribution 2009 medical costs (1)	\$ 12,660
2 Less amount recorded in Test Year	<u>10,582</u>
3 Difference	<u>2,078</u>
4 Expense portion - based on the PSNH	
5 test year payroll capital/expense split	<u>66.63%</u>
6 Revised medical costs for 2009	1,385
7 Less: Medical costs pro forma initially filed	<u>718</u>
8 Increase in medical costs from initial filing	<u><u>\$ 667</u></u>

9 Amounts shown above may not add due to rounding.

(1) Updated medical costs based on actual data through October 2009 and projection for November and December 2009 based on the "incurred but not reported" report previously filed in response to STAFF-02, Q-STAFF-045-SPO1.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

PROFORMA ADJUSTMENT

NHPUC REGULATORY ASSESSMENT

(Thousands of Dollars)

1	Purpose and Description:	
2	PSNH's initial rate filing did not adjust for the NHPUC Regulatory	
3	assessment due to the unavailability of the 2009 data. PSNH is	
4	including a pro forma adjustment to increase operating expenses	
5	consistent with the 2009 level of the NHPUC regulatory assessment.	<u>\$ 209</u>

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 DISTRIBUTION SEGMENT RATE CASE

PROFORMA ADJUSTMENT - SUPPORTING SCHEDULE

NHPUC REGULATORY ASSESSMENT

(in Dollars)

		2008 Test Year NHPUC Assessment	2009 Test Year NHPUC Assessment
1	January	\$ 288,153	288,052
2	February	288,153	288,052
3	March	288,152	288,052
4	April	288,153	288,052
5	May	288,153	288,052
6	June	288,152	288,052
7	July	288,153	288,052
8	August	(44,981)	21,724
9	September	243,172	309,776
10	October	288,052	313,662
11	November	288,052	313,662
12	December	288,052	313,662
13	Total	\$ 3,079,416	\$ 3,288,850
14	2009 Assessment	<u>\$ 3,288,851</u>	
15	Increase in NHPUC Assessment (L14 - L13)	<u><u>\$ 209,435</u></u>	
16	Amounts shown above may not add due to rounding.		

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

RENT EXPENSE

(Thousands of Dollars)

1	Purpose and Description:	
2	Decrease test year rent expense to (1), reflect lower projected rent expense in 2009 (\$23K - see	
3	OCA-01, Q-OCA-035) and (2) eliminate a thirteenth month of rent expense in the test year for the	
4	Milford AWC (\$5K - see OCA-03, Q-OCA-014)	<u>\$ (28)</u>

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

AMORTIZATION OF SOFTWARE MAINTENANCE AGREEMENT

(Thousands of Dollars)

1 Purpose and Description:

2 Decrease test year O&M costs to reflect the removal of an expired software
3 agreement that was included in the initial pro forma adjustment

4 (See OCA-01, Q-OCA-052)

\$ (35)

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

LEGAL FEES

(Thousands of Dollars)

1	Purpose and Description:	
2	Decrease test year expense to reflect the reclassification of legal fees	
3	from the Distribution segment to other segments	
4	(See OCA-01, Q-OCA-T-013 and OCA-01, Q-OCA-056)	<u>\$ (43)</u>

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

UNCOLLECTIBLE EXPENSE

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised uncollectible expense for 2009 (page 8a)	\$ 828
2 Less: Uncollectible expense pro forma initially filed (page 8a)	<u>(522)</u>
3 Increase in uncollectible expense from initial filing (L1 - L2)	<u><u>\$ 1,350</u></u>

4 Amounts shown above may not add due to rounding.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 REVISED PROFORMA ADJUSTMENT - SUPPORTING SCHEDULE

UNCOLLECTIBLE EXPENSE

(Thousands of Dollars)

	<u>PSNH Total Company</u>	<u>Distribution Segment</u>
1 <u>As filed:</u>		
2 Total PSNH 2009 Uncollectible Expense based	\$ 6,270	\$ 2,195
3 on revised allocation of 35% to Distribution		
4 Less the amount recorded in the test year	<u>5,661</u>	<u>2,717</u>
5 based on allocation of 48% to Distribution		
6 Decrease in Uncollectible Expense per initial filing		<u><u>\$ (522)</u></u>
7 <u>Revised (1):</u>		
8 Total updated PSNH 2009 Uncollectible Expense	\$ 10,128	\$ 3,545
9 based on revised allocation of 35% to Distribution		
10 Less the amount recorded in the test year	<u>5,661</u>	<u>2,717</u>
11 based on allocation of 48% to Distribution.		
12 Increase in Uncollectible Expense per this update		<u><u>\$ 828</u></u>
13 Amounts shown above may not add due to rounding.		

(1) Updated uncollectible expense is based on actual data through October 2009 and projections of November and December 2009.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

PROFORMA ADJUSTMENT

ADDITIONAL O&M COSTS - CUSTOMER EXPERIENCE EMPLOYEES

(Thousands of Dollars)

- 1 Purpose and Description:
- 2 To increase O&M expense to include 16 additional full-time Customer
- 3 Experience employees in 2010 to support increased call volume
- 4 and customer needs. These employees will support PSNH exclusively.

\$ 857

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 DISTRIBUTION SEGMENT RATE CASE

PROFORMA ADJUSTMENT - SUPPORTING SCHEDULE

ADDITIONAL O&M COSTS - CUSTOMER EXPERIENCE EMPLOYEES

(In Dollars)

	Title of Position	Number of Positions	Base Salary	Loaders (3)	Total Cost per Position	Total Annual Cost
<u>Credit Department</u>						
	Counselor	1	48,500	20,545	69,045	69,045
	CSR (1)	4	35,500	15,038	50,538	202,151
	Total Credit Dept:					<u>\$ 271,196</u>
<u>Call Center</u>						
	CSR (1)	10	35,500	15,038	50,538	505,378
	CSS (2)	1	56,200	23,806	80,006	80,006
	Total Call Center:					<u>\$ 585,384</u>
	Total Increase for Additional CE Employees					<u><u>\$ 856,580</u></u>

- (1) Customer Service Representative
- (2) Customer Service Supervisor
- (3) Loaders are calculated at 42.36% of base pay

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

CUSTOMER ASSISTANCE EXPENSE

(Thousands of Dollars)

1 Purpose and Description:

2 Decrease test year expense to remove costs accounted for as customer
3 assistance costs that should have been accounted for as lobbying costs
4 (See AUDIT-25, Q-AUDIT-044 and Audit Issue #6)

\$ (20)

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

DEPRECIATION EXPENSE - PLANT ASSETS

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Purpose and Description:	
2 Decrease to depreciation expense from the actual test year levels to the	
3 12 months ended December 31, 2009, based on re-calculation of depreciation	
4 expense from capital additions at the mid-point of the quarter	
5 Revised depreciation calculated at mid-point of each quarter	\$ 9,561
6 Less: Pro forma depreciation expense as filed	<u>9,843</u>
7 Decrease to depreciation expense for the year ended December 31, 2009 (L5 - L6)	<u>\$ (283)</u>

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE

REVISED PROFORMA ADJUSTMENT - SUPPORTING SCHEDULE

DEPRECIATION EXPENSE

(Thousands of Dollars)

	<u>As Filed (1)</u>	<u>Revised (2)</u>	<u>Difference</u>
1 Increases to depreciation expense from actual test year levels for the twelve months ended December 31, 2009:			
2 Capital additions placed in service during 2009 based upon currently approved depreciation rates	\$ 1,236	\$ 1,006	\$ (230)
3 Annualization of depreciation based upon plant balances at December 31, 2008 at currently approved rates	2,595	2,595	N/C
4 Adjustment to depreciation expense for Capital Recovery Calculation (CRC) adjustments to depreciation rates	5,760	5,760	N/C
5 Capital additions placed in service during 2009 based upon the difference between currently approved			
6 depreciation rates and depreciation rates developed out of the CRC	<u>253</u>	<u>200</u>	<u>(53)</u>
7 Total increase to depreciation expense for the year ended December 31, 2009	<u>\$ 9,843</u>	<u>\$ 9,561</u>	<u>\$ (283)</u>

8 (1) Volume II, Schedule 1, page 21a of 22 (page 000122)

9 (2) See page 11b + 11c for line 2 and 6

10 Amounts shown above may not add due to rounding

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE

REVISED DEPRECIATION PRO FORMA ADJUSTMENT - SUPPORTING SCHEDULE

DEPRECIATION EXPENSE BASED ON CURRENTLY ALLOWED DEPRECIATION RATES - 2009 CAPITAL ADDITIONS AT MID POINT OF QUARTER

	Net Capital Additions 1st Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 1st Quarter 2009	Net Capital Additions 2nd Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 2nd Quarter 2009	Net Capital Additions 3rd Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 3rd Quarter 2009	Net Capital Additions 4th Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 4th Quarter 2009	Cumulative Capital Additions 4th Quarter 2009
Distribution									
360 Land and Land Rights-no depreciation	17,000	-	46,000	-	22,000	-	35,000	-	120,000
361 Structures and Improvements	-	-	-	-	-	-	-	-	-
362 Station Equipment	2,456,000	3,930	7,762,000	20,278	3,050,000	37,578	4,898,000	50,294	18,166,000
363 Storage Battery Equipment	-	-	-	-	-	-	-	-	-
364 Poles, Towers and Fixtures	1,615,000	3,593	4,158,000	16,438	1,983,000	30,102	3,130,000	41,478	10,886,000
365 Overhead Conductors and Devices	3,556,000	15,469	9,198,000	70,949	4,373,000	129,882	6,917,000	179,094	24,044,000
366 Underground Conduit	141,000	293	376,000	1,365	175,000	2,509	281,000	3,455	973,000
367 Underground Conductors and Devices	942,000	3,909	2,516,000	18,260	1,170,000	33,557	1,879,000	46,210	6,507,000
368 Line Transformers	1,350,000	2,953	3,605,000	13,792	1,677,000	25,347	2,693,000	34,906	9,325,000
369 Services - Overhead	775,000	2,383	2,068,000	11,125	962,000	20,443	1,545,000	28,152	5,350,000
370 Meters	256,000	1,043	683,000	4,870	318,000	8,949	511,000	12,327	1,768,000
371 Installation on Customer Premises	64,000	621	172,000	2,910	80,000	5,354	128,000	7,372	444,000
372 Leased Property on Customer Premises	-	-	-	-	-	-	-	-	-
373 Street Lighting and Signal Systems	29,000	277	76,000	1,280	35,000	2,340	57,000	3,218	197,000
Total	11,201,000	34,471	30,660,000	161,267	13,845,000	296,160	22,074,000	406,507	77,780,000
Transmission									
350 Land and Land Rights	-	-	-	-	-	-	-	-	-
352 Structures and Improvements	-	-	-	-	-	-	-	-	-
353 Station Equipment	-	-	-	-	-	-	-	-	-
354 Towers and Fixtures	-	-	-	-	-	-	-	-	-
355 Poles and Fixtures	-	-	-	-	-	-	-	-	-
356 Overhead Conductors and Devices	-	-	-	-	-	-	-	-	-
357 Underground Conduit	-	-	-	-	-	-	-	-	-
358 Underground Conductors and Devices	-	-	-	-	-	-	-	-	-
359 Roads and Trails	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
General Plant									
389 Land and Land Rights	-	-	-	-	-	-	-	-	-
390 Structures and Improvements	56,000	31	148,000	143	69,000	262	111,000	361	384,000
391 Office Furniture and Equipment	111,000	629	297,000	2,939	138,000	5,402	222,000	7,441	768,000
392 Transportation Equipment	-	-	-	-	-	-	-	-	-
393 Stores Equipment	-	-	-	-	-	-	-	-	-
394 Tools, Shop and Garage Equipment	82,000	(164)	219,000	(766)	102,000	(1,438)	163,000	(1,938)	566,000
395 Laboratory Equipment	-	-	-	-	-	-	-	-	-
396 Power Operated Equipment	-	-	-	-	-	-	-	-	-
397 Communication Equipment	193,000	(5)	515,000	(23)	239,000	(41)	384,000	(57)	1,331,000
398 Miscellaneous Equipment	-	-	-	-	-	-	-	-	-
Total	442,000	491	1,179,000	2,293	548,000	4,215	880,000	5,807	3,049,000
Intangible									
301 Organization	-	-	-	-	-	-	-	-	-
302 Franchises and Consents	-	-	-	-	-	-	-	-	-
303 Miscellaneous Intangible Plant	292,000	3,650	781,000	17,063	363,000	31,383	583,000	43,188	2,019,000
Total	292,000	3,650	781,000	17,063	363,000	31,383	583,000	43,188	2,019,000
Total Plant	11,935,000		32,620,000		14,756,000		23,537,000		82,848,000
Depreciation Expense per Quarter		38,611		180,623		331,737		455,501	

Annual depreciation expense for 2009 capital additions, using currently approved depreciation rates.

1,006,472

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE

DEPRECIATION PRO FORMA ADJUSTMENT - SUPPORTING SCHEDULE

INCREMENTAL DEPRECIATION EXPENSE BASED ON PROPOSED CRC DEPRECIATION RATES - 2009 CAPITAL ADDITIONS AT MID POINT OF QUARTER

	Incremental Depreciation Rates (1)	Net Capital Additions 1st Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 1st Quarter 2009	Net Capital Additions 2nd Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 2nd Quarter 2009	Net Capital Additions 3rd Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 3rd Quarter 2009	Net Capital Additions 4th Quarter 2009	1 Qtr of the Depreciation Exp. Related to Cap Adds through 4th Quarter 2009	Cumulative Capital Additions 4th Quarter 2009
Distribution										
360		17,000	-	46,000	-	22,000	-	35,000	-	120,000
361	0.838%	-	-	-	-	-	-	-	-	-
362	0.720%	2,456,000	2,211	7,762,000	11,408	3,050,000	21,140	4,898,000	28,295	16,166,000
363	0.000%	-	-	-	-	-	-	-	-	-
364	1.425%	1,615,000	2,877	4,158,000	13,162	1,983,000	24,102	3,130,000	33,211	10,886,000
365	-0.280%	3,556,000	(1,243)	9,198,000	(5,700)	4,373,000	(10,443)	6,917,000	(14,389)	24,044,000
366	-0.057%	141,000	(10)	376,000	(47)	175,000	(86)	281,000	(119)	973,000
367	-0.515%	942,000	(606)	2,516,000	(2,830)	1,170,000	(5,200)	1,879,000	(7,161)	6,507,000
368	0.750%	1,350,000	1,266	3,605,000	5,913	1,672,000	10,867	2,693,000	14,966	9,325,000
369	0.345%	775,000	334	2,068,000	1,561	962,000	2,868	1,545,000	3,949	5,350,000
370	-0.441%	256,000	(141)	683,000	(658)	318,000	(1,210)	511,000	(1,666)	1,788,000
371	-1.849%	64,000	(148)	172,000	(693)	80,000	(1,276)	128,000	(1,757)	444,000
372	0.000%	-	-	-	-	-	-	-	-	-
373	-2.658%	29,000	(96)	76,000	(445)	35,000	(814)	57,000	(1,120)	197,000
Total		11,201,000	4,444	30,660,000	21,670	13,845,000	39,948	22,074,000	54,208	77,780,000
Transmission										
350		-	-	-	-	-	-	-	-	-
352		-	-	-	-	-	-	-	-	-
353		-	-	-	-	-	-	-	-	-
354		-	-	-	-	-	-	-	-	-
355		-	-	-	-	-	-	-	-	-
358		-	-	-	-	-	-	-	-	-
357		-	-	-	-	-	-	-	-	-
358		-	-	-	-	-	-	-	-	-
359		-	-	-	-	-	-	-	-	-
Total		-	-	-	-	-	-	-	-	-
General Plant										
389		-	-	-	-	-	-	-	-	-
390	1.046%	56,000	73	148,000	340	69,000	623	111,000	859	384,000
391	-0.895%	111,000	(124)	297,000	(581)	138,000	(1,068)	222,000	(1,470)	768,000
392	-11.939%	-	-	-	-	-	-	-	-	-
393	2.305%	-	-	-	-	-	-	-	-	-
394	4.072%	82,000	417	219,000	1,950	102,000	3,584	163,000	4,933	566,000
395	1.530%	-	-	-	-	-	-	-	-	-
396	0.000%	-	-	-	-	-	-	-	-	-
397	4.750%	193,000	1,146	515,000	5,349	239,000	9,826	384,000	13,525	1,331,000
398	6.187%	-	-	-	-	-	-	-	-	-
Total		442,000	1,512	1,179,000	7,058	548,000	12,966	860,000	17,846	3,049,000
Intangible										
301		-	-	-	-	-	-	-	-	-
302		-	-	-	-	-	-	-	-	-
303	4.242%	292,000	1,548	781,000	7,238	363,000	13,304	583,000	18,320	2,019,000
Total		292,000	1,548	781,000	7,238	363,000	13,304	583,000	18,320	2,019,000
Total Plant		11,935,000		32,620,000		14,756,000		23,537,000		82,848,000
Depreciation Expense per Quarter			7,505		35,966		66,217		90,374	

Annual depreciation expense for 2009 capital additions, calculated using the difference between currently approved rates, and the CRC adjusted rates.

200,082

Docket DE 09-035
Witness: R. A. Baumgard, R. Urban
Attachment XXX
Page 11c of 15

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

PROPERTY TAXES

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised Distribution 2009 property taxes	\$ 26,012
2 Less amount recorded in Test Year	<u>22,549</u>
3 Revised property taxes for 2009	3,463
4 Less: Property taxes pro forma initially filed	<u>3,390</u>
5 Increase in Property taxes from initial filing (L3 - L4)	<u>\$ 73</u>

6 Amounts shown above may not add due to rounding.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PROFORMA ADJUSTMENT

AMORTIZATION OF DEFERRED ENVIRONMENTAL REMEDIATION COSTS

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Projected balance of account 182.EV at December 31, 2009	\$ 829
2 Revised annual amortization over 3 years (line 1/3 years)	276
3 Annual amortization as initially filed	<u>254</u>
4 Increase in environmental cost amortization from initial filing	<u>\$ 23</u>

5 Amounts shown above may not add due to rounding.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISED PRO FORMA ADJUSTMENT

DONATIONS (NET OF TAX)

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Revised Distribution 2009 donations (1) (See page 14a)	\$ 409
2 Less donations as filed (See Vol II, Schedule 1, page 3 of 5 (page 000081))	<u>293</u>
3 Increase in Donations from initial filing	<u>\$ 116</u>
4 Amounts shown above may not add due to rounding.	

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE

OPERATING INCOME STATEMENT (1)

(Thousands of Dollars)

Twelve Months Ended: December 31, 2008

	Delivery (2)	Transmission	Generation	Regulatory	Other/ Eliminations	Total Company
1 Operating Revenues	\$ 328,937	\$ 59,018	\$ 689,677	\$ 68,321	\$ (43,115)	\$ 1,102,838
2 Operating Expenses						
3 Production Expenses	349	-	581,032	16,400	3,443	601,225
4 Transmission Expenses	72,046	11,351	5,798	-	(47,216)	41,979
5 Distribution Expenses	47,728	-	-	-	1	47,729
6 Customers' Accounting	24,226	-	2,944	14,600	-	41,770
7 General Administrative	66,279	7,262	19,255	17	3	92,817
8 Other	582	6	135	-	-	723
9 Sub-Total	211,211	18,619	609,164	31,017	(43,769)	826,242
10 Depreciation	28,837	7,242	20,141	-	-	56,220
11 Amortization of Regulatory Assets, Net	7,936	(1)	17,886	29,077	-	54,898
12 Current Income Tax	(22,497)	3,021	8,576	6,134	377	(4,389)
13 Deferred Income Tax, net	33,500	4,469	(3,436)	(8,880)	(55)	25,598
14 Investment Tax Credit Adjustments	(132)	(21)	(74)	-	-	(227)
15 Other Tax	26,610	5,577	9,670	279	5	42,141
16 Gain/Loss on Disposal of Utility Plant, Net						-
17 Total Operating Expenses	285,465	38,906	661,927	57,627	(43,442)	1,000,484
18 Net Operating Income	43,472	20,112	27,750	10,694	327	102,355
19 Less:						
20 Donations, Net-of-Tax (Note 1)	409	8	19	-	2	438
21 Return on Customers' Deposits	131	2	-	-	-	133
22 Net Operating Income Applicable 23 to Rate Base	\$ 42,932	\$ 20,102	\$ 27,731	\$ 10,694	\$ 325	\$ 101,784
24 Note 1: Calculated as [(1-tax rate) * pre-tax amount]						
25 Donations, pre-tax (a)	688	14	32	-	3	737
26 (1-tax rate) = (1-.40,525%) (b)	59.48%	59.48%	59.48%	59.48%	59.48%	59.48%
27 Donations, net-of-tax (a)*(b)	409	8	19	-	2	438

28 (1) This income statement has been revised to include all of PSNH's charitable contributions. See OCA-01, Q-OCA-044.

29 (2) Includes Retail Transmission which is tracked by the TCAM.

30 Amounts shown above may not add due to rounding.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

REVISION

DEFERRED MAJOR STORM COSTS

(Thousands of Dollars)

	<u>Distribution Segment</u>
1 Storm costs to be recovered beginning	
2 July 1, 2010 (see STAFF-02; Q-STAFF-022; line 14)	\$ 52,715
3 Storm costs updated August 2009 through November 2009	
4 (see page 15a)	<u>122</u>
5 Total major storm costs to be recovered as of July 1, 2010	<u>52,837</u>
6 Annual recovery of storm costs over 4 years--permanent rates (Line 5/4)	13,209
7 Storm recovery level approved in DE 08-071 (see STAFF-02; Q-STAFF- 022; line 17)	<u>(5,917)</u>
8 Revised annual level of net major storm costs to be recovered	<u>\$ 7,292</u>
9 Amounts shown above may not add due to rounding.	

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 DISTRIBUTION SEGMENT RATE CASE

REVISED SUPPORTING SCHEDULE

DEFERRED MAJOR STORM COSTS

(Thousands of Dollars)

Cost Adjustments August 1, 2009 through November 30, 2009

	Distribution Segment
1 <u>Part 1 - Summary of adjustments December 2008 major ice storm costs</u>	
2 Adjustments to storm costs, primarily unvouchered liability adjustments	\$ (479)
3 Other, primarily the reallocation of NU system insurance proceeds based on updated losses	591
4 Return accrued August 2009 through June 2010 (see page 15b)	<u>(4)</u>
5 Net storm cost adjustments booked August 2009 through November 2009	<u>108</u>
6 <u>Part 2 - Recovery of costs through rates</u>	
7 Storm costs to be recovered beginning July 1, 2010	108
8 Return on the average balance over the proposed 4 year recovery period (see page 15c)	<u>14</u>
9 Total storm costs updated August 2009 through November 2009	<u>\$ 122</u>
10 Amounts shown above may not add due to rounding.	

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
 DISTRIBUTION SEGMENT RATE CASE

DEFERRED MAJOR STORM COSTS

Calculation of Adjustments and Returns August 2009 through November 2009

(Quarter Ending)

(Thousands of Dollars, excluding Percentage Data)

	<u>8/09-9/09(1)</u>	<u>10/09-12/09</u>	<u>1/10-3/10</u>	<u>4/10-6/10</u>	<u>8/09 - 6/10 Summary (1)</u>
1					
2	<u>1. Calculation of the Return on Rate Base</u>				
3	(337)	(285)	105	107	
4	133	113	(41)	(42)	
5	<u>(204)</u>	<u>(172)</u>	<u>63</u>	<u>65</u>	
6	1.781%	2.671%	2.671%	2.671%	
7	<u>(4)</u>	<u>(5)</u>	<u>2</u>	<u>2</u>	<u>(4)</u>
8	<u>2. Amortization and Rate Base</u>				
9	-	(674)	104	106	
10	(670)	782			112
11	<u>(4)</u>	<u>(5)</u>	<u>2</u>	<u>2</u>	<u>(4)</u>
12	<u>(674)</u>	<u>104</u>	<u>106</u>	<u>108</u>	<u>108</u>
13	<u>3. Percentage Return Calculations (2)</u>				
14					
15		Cost of	Wgt Avg		Tax Adj
16	<u>Ratio %</u>	<u>Capital</u>	<u>Cost</u>	<u>Taxes</u>	<u>Wgt Avg</u>
17	48.730%	9.670%	4.712%	3.211%	7.923%
18	51.270%	5.389%	2.763%	0.000%	2.763%
19	<u>100.000%</u>	<u>15.059%</u>	<u>7.475%</u>	<u>3.211%</u>	<u>10.686%</u>
20	<u>2 mths</u>		<u>quarter</u>		
21	<u>8/09-9/09</u>				
22	10.686%		10.686%		
23	16.667%		25.000%		
24	<u>1.781%</u>		<u>2.671%</u>		

25 Notes:

26 (1)--Temporary rates are expected to be in place 11 months beginning August 2009 through June 2010.

27 (2) The ROE, cost of debt, and capital structure are from the temporary rates settlement agreement approved by the NHPUC in order #24,997

28 Amounts shown above may not add due to rounding.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE
DISTRIBUTION SEGMENT RATE CASE

Docket No. DE 09-035
Witness: R. A. Baumann
Attachment
Page 15c of 15

DEFERRED MAJOR STORM COSTS

Deffered Major Storm Cost Adjustments to be Recovered in Permanent Rates

(Quarter Ending)

(Thousands of Dollars, excluding Percentage Data)

	June 10 (2)	Sept 10	Dec 10	Mar 11	June 11	Sept 11	Dec 11	Mar 12	June 12	Sept 12	Dec 12	Mar 13	June 13	Sept 13	Dec 13	Mar 14	June 14	Total Return	
1 Return on the December 2008 major ice storm costs (1)																			
2																			
3 Beginning balance		108	102	96	90	83	77	71	64	57	51	44	37	30	23	15	8		
4 Amortization		(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)	(8)		
5 Balance prior to return		100	94	88	82	76	69	63	56	50	43	36	29	22	15	8	0		
6 Average balance to calculate return		104	98	92	86	80	73	67	60	54	47	40	33	26	19	11	4		
7 Def taxes calculated at 39.55%		(41)	(39)	(36)	(34)	(31)	(29)	(26)	(24)	(21)	(19)	(16)	(13)	(10)	(7)	(5)	(2)		
8 Net def costs to calculate return		63	59	56	52	48	44	40	36	32	28	24	20	16	11	7	2		
9 x Return (1)		2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%	2.67%		
10 Return on def major storm costs		2	2	1	1	1	1	1	1	1	1	1	1	0	0	0	0		14
11 Ending balance, including the return		108	102	96	90	83	77	71	64	57	51	44	37	30	23	15	8	0	

12 (1) The ROE, cost of debt, and capital structure used were previously approved in the temporary rates settlement in this docket, as shown on page 15b of this attachment.

13 (2) The ending balance at June 2010 is based on the expected recovery of costs during the temporary rates period, August 1, 2009 through June 30, 2010. See page 15b for more information.

14 Amounts shown above may not add due to rounding.

