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Raulerson & Middleton
Professional Association

100 Market Street, Suite 301 | Portsmouth, NH 03802
Tel: 603.436.2818 | www.mclane.com

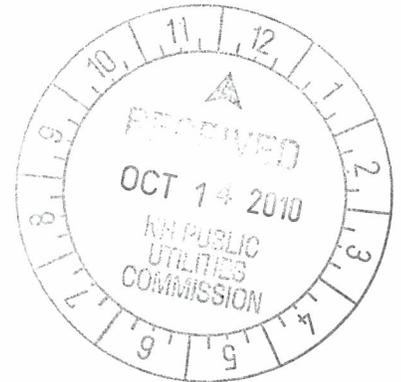
OFFICES IN:
MANCHESTER
CONCORD
PORTSMOUTH
WOBURN, MA

SARAH B. KNOWLTON
Direct Dial: (603) 334-6928
Email: sarah.knowlton@mclane.com
Licensed in MA, ME and NH

October 13, 2010

By Electronic Mail and First Class Mail

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



Re: DG 09-049 – EnergyNorth Natural Gas, Inc. d/b/a National Grid NH Energy Efficiency Plan

Dear Ms. Howland:

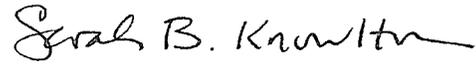
On behalf of EnergyNorth Natural Gas, Inc., d/b/a National Grid NH, I am writing to inform the Commission that pursuant to Section II(E)(1) of the Settlement Agreement approved by Order 24,995, the Company will be transferring funds into its Residential High-Efficiency Heating, Water Heating and Controls Program from other residential sector programs. Specifically, the Company will be transferring \$25,000 from its Building Practices and Demonstration Program and \$13,000 from its ENERGY STAR Homes Program in 2010, both of which constitute less than 20% of the program budgets.

These transfers are necessary to continue funding for the Company's Residential High-Efficiency Heating, Water Heating and Controls Program through early November 2010. The High Efficiency Heating, Water Heating and Controls Program has been very successful in 2010, enrolling approximately 820 customers who will achieve 156,900 in therm savings as a result of measures adopted this year. However, even with these budget transfers, the High Efficiency Heating, Water Heating and Controls Program will exhaust its 2010 budget on or around November 1. The Company anticipates closing the program in November 2010 given the lack of further available funds. Assuming the Commission approves the Company's proposed plan for 2011-2012 that is the subject of DE 10-188, the Company will reopen the High Efficiency Heating, Water Heating and Controls Program to enrollment on January 1, 2011.

Debra A. Howland
October 13, 2010
Page 2

Should you have any questions, please do not hesitate to call.

Very truly yours,

A handwritten signature in cursive script that reads "Sarah B. Knowlton". The signature is written in black ink and is positioned above the typed name.

Sarah B. Knowlton

cc: Service List
Adele Leighton (by electronic mail)
Celia O'Brien, Esq.