

GRANITE STATE ELECTRIC COMPANY  
RE-CORE FINANCING PROGRAM

AVAILABILITY

The RE-CORE Financing Program ("RFP") is available to residential customers receiving retail delivery service on Domestic Rate D or Optional Peak Load Pricing Rate D-10, and to municipal customers receiving retail delivery service on General Service Time-of-Use Rate G-1, General Long-Hour Service Rate G-2, or General Service Rate G-3, and who install energy efficiency ("EE") measures as part of the Home Energy Solutions Program and the Small and Large Business Retrofit Programs ("Customer"). The RFP shall provide Customers in good standing interest free financing for the Customer's portion of the installation cost of the EE measure ("Customer Contribution"), with repayment of the amount financed through the Company's retail delivery service bill.

The RFP is funded through a grant from the Greenhouse Gas Emissions Reduction Fund ("GHGERF") created by RSA 125-Q:23 as administered by the Commission. The grant was awarded jointly to the electric utilities of New Hampshire and the funds shall be administered by Public Service Company of New Hampshire. The RFP is one component of the GHGERF grant, with the remaining funds to be used for the expansion of existing CORE EE programs by each utility. The RFP will be operated as a revolving loan fund.

Each Customer participating in the RFP must execute a RE-CORE Financing Agreement ("Agreement") for the applicable EE program in which the Customer participated and the associated terms regarding the Customer's financing, subject to Company approval. Copies of the Agreement are available from the Company.

PROGRAM DESCRIPTION

Eligible Customers who install certain EE measures offered through the Company's Home Energy Solutions Program and the Small and Large Business Retro-fit Programs may choose to finance their Customer Contribution of such EE measures. In order for Customers to qualify for financing through the RFP, Customers must be current on their payments to the Company for retail delivery service for a period of twelve months. The amount financed shall be for the Customer Contribution, up to a maximum of \$500 for residential customers and a maximum of \$50,000 for municipal customers. The financing of the Customer Contribution shall be from the fund created by the GHGERF. Customers shall not be assessed interest on any amounts financed through the GHGERF fund.

Customers shall be responsible for repaying the financed Customer Contribution to the GHGERF fund. The term of repayment shall not exceed two years (24 months). The Company shall reflect in its retail delivery service bill to the Customer the amount of the Customer's repayment amount, which shall remain fixed over the term of repayment. At any time, the Customer shall have the option to repay the financed Customer Contribution earlier than two years (24 months) with no penalty.

To the extent that a Customer submits a partial payment for services billed by the Company, the Customer's partial payment shall be applied first to reduce the balance owed to the Company for retail delivery service and generation service. Failure to pay the repayment amount will not result in termination of the Customer's electric service. Any financed Customer Contributions not fully paid by the Customer will reduce the amount of future GHGERF funds available for the financing of future Customer Contributions.

Issued:

Issued by: /s/ Thomas B. King

Effective: April 15, 2010

Thomas B. King

Title: President

(Issued in Compliance with \_\_\_\_\_ in \_\_\_\_\_ dated \_\_\_\_\_)