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May 27, 2011

Debra Howland, Executive Director
NH Public Utilities Commission
21 South Fruit Street, Suite 10
Concord, NH 03301-2429



RE: Docket 10-160 (PSNH Customer Migration)

Dear Director Howland:

I am writing to you to convey Sea-3, Inc.'s concern with the non-bypassable charges that Public Service Company of New Hampshire ("PSNH") desires to impose on all their distribution customers (Commission Docket DE 10-160). As we understand the proposal, \$40 Million of energy charges that would otherwise be assessed only to PSNH Energy Service ("ES") customers would instead be assessed on a non-bypassable basis to all PSNH customers. This would result in an electric cost increase of about $\frac{1}{2}$ ¢/kWh, or about \$46,000 per year to Sea-3, Inc.

Further, and due to PSNH's questionable decision to install a \$430 Million Scrubber at its 40 year-old coal-fired Merrimack Station, it appears likely that PSNH may also attempt to recover this cost as "non-bypassable" in the future, provided they obtain the authority from the Legislature.

Sea-3, Inc. has embraced its right to access the competitive power market and we believe the New Hampshire restructuring laws were intended to allow meaningful choice for the electric consumer. The PSNH proposal, if imposed by the Commission, seriously erodes electric choice and leaves large electric consumers such as Sea-3, Inc. vulnerable to PSNH's power supply inefficiencies and flawed decision-making. We need the Commission to stand up to PSNH and require PSNH to make the same hard decisions that companies like Sea-3, Inc. make every day to remain competitive.

Please reject the proposed non-bypassable charge.

Sincerely,

Paul N. Bogan
V.P. of Operations
Sea-3, Inc.

cc: [Local NH State Legislators]