

STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: March 25, 2013
AT (OFFICE): NHPUC

FROM: Lynn Fabrizio, Director of Administration 
SUBJECT: DG 11-040 National Grid *et al.* Petition for Transfer of Assets
CC: Docket Service List (by e-mail)
TO: Debra A. Howland, Executive Director

The attached documents authorizing a release to National Grid of \$2,685,600 from the Pool A Escrow Fund per the terms of settlement in Docket No. DG 11-040 were signed today by General Counsel F. Anne Ross. The original copy of the signed documents will be mailed to National Grid. Confidential treatment of the Disbursement Request form was authorized in Commission Order No. 25,400 (August 21, 2012).

Staff submitted a memorandum on March 22, 2013, confirming its review and verification of the TSA Transfer Certifications supporting this disbursement in accordance with Commission Order No. 25,370 (May 30, 2012).

Please let me know if you have any questions on this matter.

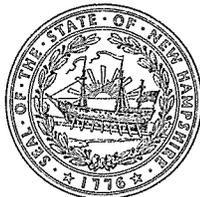


THE STATE OF NEW HAMPSHIRE

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PUBLIC UTILITIES COMMISSION
21 S. Fruit Street, Suite 10
Concord, N.H. 03301-2429

TDD Access: Relay NH
1-800-735-2964

Tel. (603) 271-2431

FAX (603) 271-3878

Website:
www.puc.nh.gov

March 22, 2013

John Cochrane
Executive Vice President
National Grid USA
40 Sylvan Road,
Waltham, MA 02451

Victor D. Del Vecchio
President
EnergyNorth Natural Gas, Inc.
Granite State Electric Electric Company
d/b/a Liberty Utilities
11 Northeastern Boulevard
Salem, NH 03079

Re: DG 11-040 NATIONAL GRID USA, et al
Joint Petition for Authority to Transfer Ownership of Granite State Electric
and EnergyNorth Natural Gas, Inc. to Liberty Energy Utilities Corp.
Pool A Escrow Pro Rata Release Authorization

Dear Mssrs. Del Vecchio and Cochrane:

Per the terms of the settlement agreement reached in the above-captioned docket, Commission Staff has reviewed your disbursement request filing made on March 1, 2013, and confirmed that the transition services described in your TSA Transfer Certification have been fully transferred in accordance with the terms of the Transition Service Agreements. Accordingly, attached please find Staff's confirmation and a signed, confidential Schedule 3.1 Disbursement Request form authorizing the release by the escrow agent to National Grid USA of \$2,685,600 from Pool A Escrow Funds.

Please let me know if I can be of further assistance on this matter.

Sincerely,

A handwritten signature in cursive script, appearing to read "F. Anne Ross".

F. Anne Ross
General Counsel

Attachments

Schedule 2

Pool A Release Certification

On this 25th day of March, 2013, the Staff of the New Hampshire Public Utilities Commission (“Staff”) hereby confirms that National Grid USA has completed and transferred the following Transition Services¹ to Granite State Electric Company in accordance with the terms of the respective Transition Service Agreement(s) for the three-month period October 1, 2012 – December 31, 2012 (“Current Period”):

1. HR – 1 Payroll Services
2. HR – 2 Employee Services
3. HR – 4 Labor Relations Support
4. HR – 5 Staffing Support
5. Electric Ops – 11 Electric Labs
6. Electric Ops – 12 Infrared Testing
7. Electric Ops – 15 Codes and Standards
8. HS&E – 1 Reg. Monitor, Report. Compliance., and Training
9. HS&E – 2 Health and Safety Field Support
10. HS&E – 3 Technical Training
11. HS&E – 4 Environmental Compliance
12. HS&E – 5 Environmental Field Support
13. HS&E – 6 Spill Control/Response
14. HS&E – 7 Environmental Regulatory Support & Compliance
15. HS&E – 8 Licenses Permits and Orders
16. Supply – 1 Supply Chain Management
17. Supply – 3 Supplier Contracts
18. Supply – 4 Access to Seller Warehouses

¹ All capitalized terms used but not otherwise defined herein shall have the same meanings as in the Settlement Agreement dated April 10, 2012 and approved by Order No. 25,370.

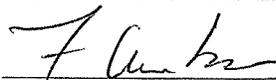
In addition, Staff hereby confirms that National Grid USA has completed and transferred the following Transition Services to EnergyNorth Natural Gas, Inc. in accordance with the terms of the respective Transition Service Agreement(s) for the Current Period:

1. HR – 1 Payroll Services
2. HR – 2 Employee Services
3. HR – 4 Labor Relations Support
4. HR – 5 Staffing Support
5. Gas Ops – 2 Operations Regulatory Support
6. Gas Ops – 15 Codes and Standards
7. Project Mgt – 1 Project Management Services
8. HS&E – 1 Reg. Monitor, Report. Compliance., and Training
9. HS&E – 2 Health and Safety Field Support
10. HS&E – 3 Technical Training
11. HS&E – 4 Environmental Compliance
12. HS&E – 6 Environmental Field Support
13. HS&E – 7 Spill Control/Response
14. HS&E – 8 Environmental Regulatory Support & Compliance
15. HS&E – 9 Licenses Permits and Orders
16. Supply – 1 Supply Chain Management
17. Supply – 3 Supplier Contracts
18. Supply – 4 Access to Seller Warehouses

Accordingly and pursuant to the Settlement Agreement dated April 10, 2012 and approved by Order No. 25,370, Staff hereby authorizes the prompt release and disbursement of the following amount from the Pool A Escrow Funds to National Grid USA:

	# of TSA Services	# of Schedule L TSA Services	Adjusted # of TSA
Services			
Completed in Current Period:	36	4	32
Previously Completed:			
Cumulative Completed:			
Total # of TSAs:	153	10	143
Adjusted Cumulative Completed Divided by Adjusted Total:			22.38 %
Total Pool A Escrow Funds (non-reserved):			\$12,000,000.00
Pool A Escrow Funds for Disbursal (% x total):			\$2,685,600.00
Less Pool A Escrow Funds Previously Disbursed:			0
Total Disbursement Amount for Current Period:			\$2,685,600.00

STAFF OF THE NEW HAMPSHIRE PUBLIC
UTILITIES COMMISSION



 By: F. Anne Ross, Esq.
 General Counsel

SCHEDULE 3.1
DISBURSEMENT REQUEST

[REDACTED]

¹ All capitalized terms used but not otherwise defined herein shall have the same meanings as in the Escrow Agreement.