

January 26, 2012

Ms. Debra Howland
Executive Director and Secretary
New Hampshire Public Utilities Commission
21 S. Fruit St. Suite 10
Concord, New Hampshire 03301-2429



Re: Northern Utilities, Inc. – New Hampshire (NH) Division, Docket DG 11-045
2011 Summer Season Cost of Gas (COG) Reconciliation Adjustment

Dear Ms. Howland:

Enclosed are an original and eight copies of Northern Utilities, Inc. -- New Hampshire Division's ("Northern" or "the Company") 2011 Summer Season Cost of Gas Reconciliation Adjustment (Form III). The objective of this reconciliation is to present the details of Northern's Summer Season 2011 over-collection.

Form III, Schedules 1 through 5, of the attached reconciliation contains the accounting of six months of recoveries and costs assigned to the 2011 Summer Season. The schedules illustrate the Company's over-collection of \$151,792 as follows:

Schedule 1 provides a summary of the Summer Season from the beginning to the ending balances;

Schedule 2 shows the deferred gas cost activity, allowable costs and revenues November 2010 through October 2011, including interest;

Schedule 3, presents the summary of Summer Season COG revenue collections November 2010 through October 2011;

Schedule 4 (2 pages) indicates the monthly detail of purchase gas costs allocated to the Summer Season; and

Schedule 5 contains the purchased and made gas volumes, sendout metered at Northern's NH gate stations, and volumes by Residential and Commercial & Industrial customer classes November 2010 through October 2011.

Attachment A presents the reconciliation of the working capital allowance on purchased gas costs and associated recoveries November 2010 through October 2011. The over-collection of \$978 will be reflected on Revised Page 38 of Northern's Tariff No. 10 as a reduction to the costs used to calculate the COG rates.

Attachment B shows the reconciliation of the bad debt expenses and collections November 2010 through October 2011. The over-collection of \$1,497 will be reflected on Revised Page 38 of Northern's Tariff No. 10 as a reduction to the costs used in calculating the COG rates.

Attachment C details the Summer Season sales variance analysis.

George H. Simmons Jr.
Manager Regulatory Services

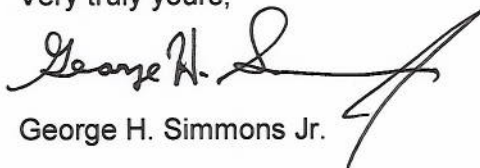
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Hampton, NH 03842

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simmons@unitil.com

If you have any questions regarding this reconciliation or if you require any further information, please let me know.

Very truly yours,

A handwritten signature in black ink, appearing to read "George H. Simmons Jr.", with a long, sweeping horizontal stroke extending to the right.

George H. Simmons Jr.

Enclosure

cc: Alexander Speidel, Staff Counsel
Meredith Hatfield, Consumer Advocate
Susan Geiger, Esq.