DE 11-216



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A Northeast Utilities Company

Matthew J. Fossum

Counsel

NHPUC 12DEC'13PM4:13

December 12, 2013

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

RE: DE 11-216, Public Service Company of New Hampshire

Alternative Default Rate Filing

Dear Director Howland:

On October 12, 2012, a partial settlement agreement relating to Public Service Company of New Hampshire's ("PSNH") request to implement Rate ADE was filed with the Commission in the above docket. The Commission approved that settlement agreement in Order No. 25,488 (April 8, 2013) and permitted Rate ADE to be implemented as a 36-month pilot program.

Pursuant to the settlement, the price of Rate ADE is set on an annual basis at the same time PSNH sets the price for Rate DE and includes an adder equal to the non-operating costs of the Scrubber. Rate ADE may be subject to a mid-term adjustment if PSNH's projected marginal costs for the remaining months of the annual period increase by at least 75% of the amount of the adder. The rate would temporarily close if this were to occur, and would be recalculated for the next six month period, starting July 1.

By this filing, PSNH is requesting to set the price of Rate ADE at \$0.0917 per kwh for the 12-month period beginning January 1, 2014. The price will be subject to change if PSNH's forecasted marginal costs have increased by a predetermined amount, consistent with the settlement agreement as approved by the Commission.

Thank you for your assistance with this matter. Please do not hesitate to contact me with any questions.

Very truly yours,

Matthew J. Fossum

Counsel

Enclosures

cc: Service list

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FILING INSTRUCTIONS:

a) Pursuant to N.H. Admin Rule Puc 203.02 (a), with the exception of Discovery, file 7 copies, as well as an

electronic copy, of all documents including cover letter with:

DEBRA A HOWLAND EXECUTIVE DIRECTOR

NHPUC

21 S. FRUIT ST, SUITE 10 CONCORD NH 03301-2429

b) Serve an electronic copy with each person identified on the Commission's service list and with the Office of Consumer Advocate.

c) Serve a written copy on each person on the service list not able to receive electronic mail.

PURSUANT TO N.H. ADMIN RULE PUC 203.09 (d), FILE DISCOVERY

DIRECTLY WITH THE FOLLOWING STAFF

RATHER THAN WITH THE EXECUTIVE DIRECTOR

BULK MATERIALS:

DISCOVERY
NHPUC
21 S. FRUIT ST, SUITE 10
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SUZANNE AMIDON NHPUC 21 S. FRUIT ST, SUITE 10 CONCORD NH 03301-2429

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AMANDA NOONAN NHPUC 21 S. FRUIT ST, SUITE 10 CONCORD NH 03301-2429 Upon request, Staff may waive receipt of some of its multiple copies of bulk materials filed as data responses. Staff cannot waive other parties' right to receive bulk materials.

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