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A Northeast Utilities Company

Matthew J. Fossum Senior Counsel

June 13, 2014

NHPUC 13JUN'14ps3:42

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 \$0.0975 per kwh for the period beginning July 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 Senior Counsel

Enclosures cc: Service list ROBERT BERSAK PUBLIC SVC OF NEW HAMPSHIRE 780 N COMMERCIAL ST PO BOX 330 MANCHESTER NH 03105-0330 robert.bersak@nu.com

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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

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 CONCORD NH 03301-2429

SUZANNE AMIDON 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.

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

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