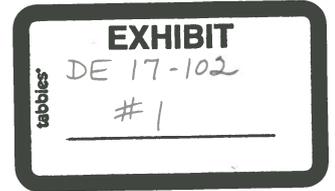




DE 17-102

NHPUC 16JUN17PM4:04



June 16, 2017

VIA HAND DELIVERY and ELECTRONIC FILING

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

RE: Unitil Energy Systems, Inc.
Annual Stranded Cost Recovery and External Delivery Charge
Reconciliation and Rate Filing
Docket No. DE 17-

Dear Director Howland:

On behalf of Unitil Energy Systems, Inc. ("UES"), enclosed please find an original and six (6) copies of UES's Annual Stranded Cost Recovery and External Delivery Charge Reconciliation and Rate filing. In support of the tariff changes requested, the filing includes the direct testimonies and schedules of Linda S. McNamara, Lisa S. Glover, and Douglas J. Debski.

Proposed Tariff Changes

UES is proposing the following tariffs for effect August 1, 2017:

- Thirtieth Revised Page 4 and 5, Summary of Delivery Service Rates
- Forty-Fourth Revised Page 6, Summary of Low-Income Electric Assistance Program Discounts
- Seventeenth Revised Page 65, Calculation of the Stranded Cost Charge
- Eighteenth Revised Page 67, Calculation of the External Delivery Charge

The proposed rates listed in the filed tariffs and supported by the enclosed testimony and schedules are summarized in the table below.

Gary Epler
Chief Regulatory Counsel
epler@unitil.com

6 Liberty Lane West
Hampton, NH 03842

T 603.773.6440 F 603.773.6640
www.unitil.com

<u>Class</u>	<u>Stranded Cost Charge</u>	<u>External Delivery Charge</u>
Residential	(\$0.00057)/kWh	\$0.02637/kWh
General Service G2 (kWh rates)	(\$0.00057)/kWh	\$0.02637/kWh
General Service G2	(\$0.11)/kW and (\$0.00011)/kWh	\$0.02637/kWh
Large General Service	(\$0.14)/kVA and (\$0.00014)/kWh	\$0.02637/kWh
Outdoor Lighting	(\$0.00057)/kWh	\$0.02637/kWh

For customers taking Default Service, the average class bill impacts as a result of these proposed rates are an approximate 2.7 percent increase for the residential class, 3.0 percent increase for the general service classes, 3.9 percent increase for the large general service class, and 1.4 percent increase for the Outdoor lighting class.

In accordance with the Settlement Agreement approved by the Commission in Order No. 26,007 on April 20, 2017, Sections 2.7 and 2.8 provide that UES' Rate Case and Other Regulatory Expenses incurred in dockets DE 16-384 and DE 16-576 and IR 15-296, respectively, shall be recovered through the External Delivery Charge. UES made its Rate Case and Other Regulatory Expenses Filing with the Commission under separate cover on June 14, 2017. As discussed in the testimony of Linda S. McNamara, the Company has included these costs in its proposed External Delivery Charge effective August 1, 2017.

If you should have any questions or comments concerning this filing, please do not hesitate to contact our office. Thank you for your consideration of this matter.

Sincerely,



Gary Epler
Attorney for Unitil Energy Systems, Inc.

Enclosures

cc: Suzanne Amidon, Staff Counsel
D. Maurice Kreis, Consumer Advocate

Unitil Energy Systems, Inc
Annual Reconciliation and Rate Filing
June 16, 2017

Table of Contents

Cover Letter

Petition and Certificate of Service

Proposed Tariffs

Exhibit LSM-1: Testimony of Linda S. McNamara

Schedule LSM-1:	Stranded Cost Charge
Schedule LSM-2:	External Delivery Charge
Schedule LSM-3:	Redline Tariffs
Schedule LSM-4:	Bill Impacts

Exhibit LSG-1: Testimony of Lisa S. Glover

Schedule LSG-1:	Stranded Cost Charge Costs
Schedule LSG-2:	External Delivery Charge Costs
Schedule LSG-3:	Contract Release Payments and Administrative Service Charges
Schedule LSG-4:	Unitil Power Corp. Cost and Revenue Model
Schedule LSG-5:	Hydro Quebec Payments and Revenues

Exhibit DJD-1: Testimony of Douglas J. Debski

Schedule DJD-1:	Displaced Distribution Revenue due to Net Metering – 2013
Schedule DJD-2:	Displaced Distribution Revenue due to Net Metering – 2014
Schedule DJD-3:	Displaced Distribution Revenue due to Net Metering – 2015
Schedule DJD-4:	Displaced Distribution Revenue due to Net Metering – 2016
Schedule DJD-5:	PVWatts model generation data