

October 25, 2011

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

RE: DE 10-303 Proposed Reduction in NHEC Stranded Cost Recovery Charge

Dear Ms. Howland:

I am writing this letter to amend NHEC's request to its current Stranded Cost Recovery Charge originally submitted on October 13, 2011 with a reduction from \$.01032 to \$.00327 instead of \$.00408 effective with bills rendered on or after December 1, 2011. NHEC staff was preparing its monthly SCRC reconciliation and discovered an operating cost reduction recorded in September was not in the Third Quarter Stranded Cost Reconciliation. The effect of this amended proposed rate reduction would be a decrease of 3.70% in total average revenue per kWh if there were no other changes to the Cooperative's rates.


NHEC anticipates various rate changes, not yet finalized, in addition to the proposed Stranded Cost Recovery Charge reduction, which likely will be implemented effective November 1, 2011, December 1, 2011, and January 1, 2012. NHEC expects that the probable net effect of these changes will be that NHEC's overall, non-energy service, rates will remain approximately level until January 1, 2012, at which point they will decrease.

Consistent with NHEC's previous filings and Commission orders, NHEC's remaining SCRC will terminate, effective with bills rendered on or after January 1, 2012. NHEC will seek Commission approval to address any final over- or under-recovery balance no later than January 31, 2012.

In support of the Cooperative's request, please find enclosed an original and seven copies of the Amended Third Quarter Stranded Cost Reconciliation.

If you should have any questions, please do not hesitate to contact me at 603-536-8824 or [Inmanb@nhec.com](mailto:Inmanb@nhec.com).

Sincerely,



Brenda C. Inman  
Financial Services Manager

Encl.

CC: Office of the Consumer Advocate  
Mark Dean

