NORTHERN UTILITIES, INC. NEW HAMPSHIRE DIVISION SUMMER PERIOD 2016 COST OF GAS ADJUSTMENT FILING PREFILED TESTIMONY OF JOSEPH F. CONNEELY

1	I.	INTRODUCTION
2	Q.	Please state your name and business address.
3	A.	My name is Joseph F. Conneely. My business address is 6 Liberty Lane West,
4		Hampton, New Hampshire.
5		
6	Q.	For whom do you work and in what capacity?
7	A.	I am a Senior Regulatory Analyst for Unitil Service Corp. ("Unitil Service"), a
8		subsidiary of Unitil Corporation that provides managerial, financial, regulatory
9		and engineering services to Unitil Corporation's principal subsidiaries Fitchburg
10		Gas and Electric Light Company, d/b/a Unitil ("FG&E"), Granite State Gas
11		Transmission, Inc. ("Granite"), Northern Utilities, Inc. d/b/a Unitil ("Northern"),
12		and Unitil Energy Systems, Inc. ("UES") (together "Unitil"). In this capacity I
13		am responsible for managing reporting requirements and filing required reports.
14		
15	Q.	Please summarize your professional and educational background.
16	A.	I graduated from Saint Anselm College, Manchester, New Hampshire in 1999
17		with a Bachelor of Arts degree in Financial Economics. Before joining Unitil, I
18		worked for the Royal Bank of Scotland- Sempra Energy Trading Corp. joint
19		venture ("RBS") in Greenwich, Connecticut as a senior electricity and natural gas
20		trader. Prior to working for RBS, I was employed as a mid-term electricity and

Prefiled Testimony of Joseph F. Conneely Summer Period 2016 COG Filing Page 2 of 4

1		natural gas trader at Morgan Stanley in New York City. Before this position at
2		Morgan Stanley, I ran an energy trading book at Shell Gas and Energy Trading
3		North America in La Jolla, California. I joined Usource, a subsidiary of Unitil
4		Service Corp. in August 2008. In December 2008, I joined the Regulatory
5		Services Department at Unitil Service.
6		
7	Q.	Have you previously testified before the New Hampshire Public Utilities
8		Commission?
9	A.	Yes. I have testified before the Commission in several of Northern's Winter and
10		Summer Period Cost of Gas ("COG") proceedings.
11		
12	II.	PURPOSE OF TESTIMONY
13	Q.	What is the purpose of your testimony in this proceeding?
14	A.	The purpose of my testimony is to provide a typical bill analysis for the rate
15		changes in this docket that are proposed for effect May 1, 2016. I will also give
16		an update on the Local Delivery Adjustment Clause (LDAC) components.
17		
18	Q.	How does the 2016 Summer Period proposed cost of gas rate compare with
19		the 2015 Summer Period cost of gas rate?
20	A.	The proposed residential heating 2016 Summer Period rate of \$0.3196 per therm
21		is \$0.0234 per therm higher than the weighted residential heating average 2015

Prefiled Testimony of Joseph F. Connecly Summer Period 2016 COG Filing Page 3 of 4

1		Summer Period rate of \$0.2962 per therm. The reason for this rate increase is
2		discussed in the testimony of Mr. Kahl.
3		
4	Q.	Have you prepared a typical bill analysis showing the impact of the proposed
5		changes for effect on May 1, 2016 on a typical residential gas heating
6		customer?
7	A.	Yes. Schedule 8 provides this analysis and shows the impact of the proposed
8		COG changes. A typical residential heating customer consuming 144 therms
9		during the 2016 Summer Period will see a bill of \$258.32 for the entire Summer
10		Period of May through October. This is \$2.33, or 0.91% higher than the bill for
11		the same usage during the 2015 Summer Period.
12		
13	Q.	Is the Company proposing to change any of the Local Delivery Adjustment
14		Clause (LDAC) Components?
15	A.	No. Typically, Northern does not propose changes to the individual LDAC
16		Components of the currently effective rates which include the Demand Side
17		Management Costs, Environmental Response Cost, and Residential Low Income
18		Assistance and Regulatory Assessment Costs at this time. However, the
19		Company is noticing some balances and will monitor actual data for the Winter
20		Period as it accumulates. The Company will propose an update to the individual
21		rates within the LDAC in the updated Summer Period filing submitted in April
22		2016 if it deems any changes are warranted.

Prefiled Testimony of Joseph F. Conneely Summer Period 2016 COG Filing Page 4 of 4

1

- 2 Q. Does this conclude your testimony?
- 3 A. Yes, it does.