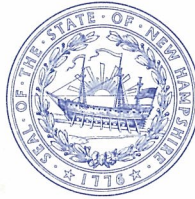


THE STATE OF NEW HAMPSHIRE

CHAIRMAN
Thomas B. Getz

COMMISSIONERS
Graham J. Morrison
Clifton C. Below

EXECUTIVE DIRECTOR
AND SECRETARY
Debra A. Howland



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February 26, 2009

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

Re: DE 08-155 Granite State Electric Company
Contract Termination Charge (CTC)



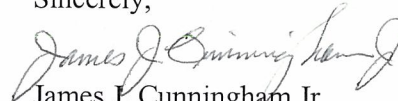
Dear Ms. Howland:

In its Order No. 24,928, dated December 30, 2008, in Docket DE 08-149, the Commission conditionally approved Granite State Electric Company's proposed retail rate adjustment for its stranded cost charge. Specifically, the Commission approved an average stranded cost charge of (0.010) cents per kWh for 2009, a reduction from the existing 0.050 cents per kWh for 2008. With respect to this stranded cost charge, the Commission order states:

"We note that the Commission has opened a separate docket, Docket No. DE 08-155, to allow Staff adequate time to conduct an in-depth review of the proposed stranded cost charge. In the event an adjustment is required, the Company will reflect the adjustment in its CTC Reconciliation Account and incorporate it into its CTC filings for 2010. We conditionally approve the proposed stranded cost charge, subject to the review to be undertaken in DE 08-155."

Pursuant to the Commission's order, Staff performed an in-depth review of the details supporting the Company's proposed stranded cost charge. Based on its review, Staff has determined that the documentation provided by the Company supports the proposed (0.010) cents per kWh for 2009. Therefore, Staff believes that no adjustments are required at this time and recommends that the Commission close this docket.

Sincerely,


James J. Cunningham Jr.
Utility Analyst IV

CC: Service List