



Sarah B. Knowlton
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April 17, 2014

NHPUC 18APR'14AM11:00

Via Overnight Mail

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

**Re: Docket No. DE 14-031; Liberty Utilities (Granite State Electric) Corp.
First Monthly Status Report on Borderline Sales**

Dear Ms. Howland:

In accordance with Order No. 25,642 in Docket DE 14-031, I am writing with Liberty Utilities (Granite State Electric) Corp.'s ("Liberty") first monthly status report on borderline sales issues with Massachusetts Electric Company ("MECO"). I am pleased to report that Liberty and MECO have entered into the enclosed Provision of Electric Services Cost Adjustment and Settlement Agreement thereby resolving the dispute over compensation for borderline sales by Granite State to MECO prior to October 1, 2012. Liberty will be filing this Settlement Agreement with the Federal Energy Regulatory Commission and will provide information about that filing and its receipt of any funds from MECO in its next monthly status report

Thank you for your assistance with this matter. If you have any questions regarding this matter, please do not hesitate to contact me.

Very truly yours,

A handwritten signature in black ink that reads "Sarah B. Knowlton".

Sarah B. Knowlton

Enclosure
cc: Service list