

May 12, 2022

Daniel Goldner, Chairman New Hampshire Public Utilities Commission 21 S. Fruit Street, Suite 10 Concord, NH 03301-2429

RE: <u>DE 22-026</u>: <u>Update to Step Adjustment Filing</u>

Dear Chairman Goldner:

On February 28, 2022, in Docket 21-030, Unitil Energy Systems, Inc. ("Unitil" or the "Company") filed a petition, testimony, and accompanying documentation in support of the Company's request for a Step Adjustment effective June 1, 2022, consistent with the terms of the Settlement Agreement currently pending before the Commission. The Commission subsequently opened a separate docket to adjudicate this matter, DE 22-026.

On May 3, 2022, the Commission approved, in part, the Settlement Agreement in DE 21-030, with certain modifications. With respect to the Company's step adjustment proposal, the Commission held:

[W]e will approve the definitions provided in Subsection 5.1, the filing and investment year/rate year schedule provided in Subsection 5.2, and the other conceptual agreements provided in Subsections 5.3, 5.4, 5.5, and 5.6 with one exception. In Subsection 5.1.3, the Company calculated Change in Non-Growth Net Plant by multiplying the Change in Net Plant by the Percent of Non-Growth Net Plant. As discussed at hearing, the Company should subtract the actual Growth Net Plant figure from the Total Change in Net Plant figure to calculate the actual Change in Non-Growth Net Plant figure.

Order No. 26,623, at 25 (emphasis added). On May 10, 2022, the Company filed a Motion for Clarification requesting that the Commission clarify Order No. 26,623 to approve a revenue requirement of \$5,883,395. On May 12, 2022, the Commission issued an order clarifying that the annual revenue requirement approved in Order No. 26,623 shall be \$5,883,395.

Unitil now encloses, for the Commission's consideration at the hearing on this matter, the following schedules, updated to incorporate the changes described above:

- Revised Schedule CGKS-1 (2021 Cost Summary)
- Revised Schedule CGKS-5 (RevReq)
- Revised Schedule CGKS-6 (Rev Apport)
- Revised Schedule CGKS-7 (Rate Design)
- Revised Schedule CGKS-8 (Monthly RPC)
- Revised Schedule CGKS-9 (Bill Impacts)

The Company will submit these attachments separately as Hearing Exhibits to the Clerk in advance of the hearing in this matter.

Please do not hesitate to contact me should you have any questions regarding this updated filing.

Sincerely,

Patrick H. Taylor

Attorney for Unitil Energy Systems, Inc.

cc: Service List (by e-mail)