

PSNH Energy Park 780 North Commercial Street, Manchester, NH 03101

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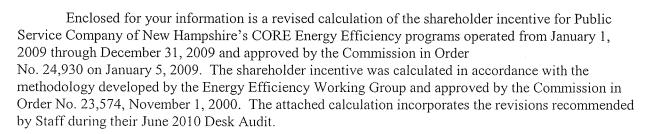
The Northeast Utilities System January 5, 2011

Thomas C. Frantz, Director Electric Division New Hampshire Public Utilities Commission 21 South Fruit Street, Suite 10 Concord, New Hampshire 03301-2429

Re: 2009 CORE Programs Performance Incentive

Docket No. DE 08-120

Dear Mr. Frantz:



The total earned incentive equals \$1,493,359 or 11.4% of the budget. By sector, the portion of the budget resulting from performance in implementing the residential programs is \$732,291 or 12.0 % of the residential budget; performance in the commercial and industrial programs resulted in an incentive of \$761,068 or 10.9% of the commercial and industrial budget.

The calculated shareholder incentive filed on June 2, 2010, reflected a total of \$1,478,171 whereas the revised calculation shows a total of \$1,493,359, a difference of \$15,188. By sector, the portion resulting from performance in implementing the residential programs of \$712,191 has been revised to \$732,291, resulting in an increase of \$20,100. The performance incentive in the commercial and industrial programs of \$765,980 was revised to \$761,068, a reduction of \$4,912.

The enclosures detail the results of our revised calculations of the shareholder incentive for the 2009 implementation of the Core Programs. The purpose of this submission is to illustrate PSNH's revised calculation based on Staff's Desk Audit recommendations. Pursuant to the Settlement Agreement in Docket DE 09-170, also enclosed with this filing is a reconciliation of funding and expenses which shows a carry forward balance of \$446,561 as of December 31, 2009.

Genall M. Contr

Gerald M. Eaton Senior Counsel

Enclosure

cc: Debra A. Howland (7 copies)

OS6161 REV. 3-62 ervice List DE 09-170 (electronic copy)