

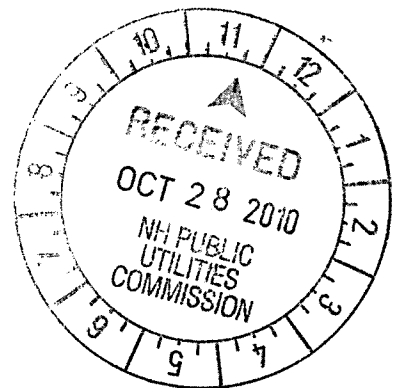


October 27, 2010

By Electronic and Overnight Mail

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

RE: Northern Utilities, Inc.
Gas Energy Efficiency Program –Docket DG 09-053,
Order Number 25,136
NH Residential Gas Networks



Dear Director Howland:

Please accept this letter on behalf of Northern Utilities, Inc. ("the Company") regarding the above-referenced matter. Pursuant to Order Number 25,136, the Company is directed to reopen the Gas Networks program for the remainder of 2010 (expending up to \$80,000) when the ARRA Appliance program closes. As of 10/12/2010, the ARRA Appliance program has approximately \$400,000 of funding remaining.

For the 2009 program year, the Company filed the Gas Networks program with the then current Gas Networks rebate offerings. Subsequently, the Gas Networks consortium has updated its rebate offerings, the last time being May 2010. The Company plans to reopen the program with these May 2010 rebate offerings. The Company, relying on the Gas Networks collaborative's research, believes these rebate offerings better serve its customers than the filed 2009 rebates. Additionally, the Company has updated the program further in its 2011/2012 filing in docket DE 10-188.

Please find below two tables, Table 1 indicates filed 2009 rebate offerings. Table 2 indicates the May 2010 rebate offerings.

Table 1: 2009 Gas (Appliances) Networks Rebates Filed

\$400 rebate	Warm Air Furnaces $\geq 92\%$ with Electronic Commutated Motor (ECM) or listed on www.gasnetworks.com as electrically efficient.
\$100 rebate	Warm Air Furnaces $\geq 92\%$ AFUE rating
\$1000 rebate	Forced Hot Water Boilers $\geq 90\%$ AFUE rating
\$500 rebate	Forced Hot Water Boilers $\geq 85\%$ AFUE rating
\$200 rebate	Steam Boilers $\geq 82\%$ AFUE rating
\$1300 rebate	Combined Boiler and Water Heater Unit $\geq 90\%$ AFUE rating
\$300 rebate	High-efficiency indirect fired gas water heater connected to a natural gas-fired heating system. (30 to 75 gallon tank size) .82 EF with electronic ignition
\$300 rebate	Tankless, On-demand Water Heaters
\$200 rebate	After-Market Boiler Reset Controls - Must be connected to a natural gas boiler
\$25 rebate	ENERGY STAR thermostat up to two per account
\$10 rebate per window	ENERGY STAR windows up to \$500

Table 2: 2010 Gas (Appliances) Networks Rebates as of May 2010

\$650 rebate	Warm Air Furnaces \geq 94% with Electronic Commutated Motor (ECM) or listed on www.gasnetworks.com as electrically efficient.
\$500 rebate	Warm Air Furnaces \geq 92% with Electronic Commutated Motor (ECM) or listed on www.gasnetworks.com as electrically efficient.
\$400 rebate	Warm Air Furnaces \geq 92% AFUE rating
\$1000 rebate	Forced Hot Water Boilers \geq 90% AFUE rating
\$500 rebate	Forced Hot Water Boilers \geq 85% AFUE rating
\$200 rebate	Steam Boilers \geq 82% AFUE rating
\$1600 rebate	On-Demand Condensing Unit - Minimum AFUE Rating of 90% with hot water storage of 2 gallons or less
\$1000 rebate	On-Demand Non-Condensing Unit - Minimum AFUE Rating of 85% with hot water storage of 2 gallons or less
\$500 rebate	High-efficiency indirect fired gas water heater connected to a natural gas-fired heating system. (30 to 75 gallon tank size)
\$500 rebate	Condensing Gas Water Heater with 95% thermal efficiency or greater (75 to 300 MBH)
\$700 rebate	Tankless, On-demand Water Heaters
\$50 rebate	ENERGY STAR-rated Storage Water Heater with an Energy Factor of .62 or greater.
\$200 rebate	After-Market Boiler Reset Controls - Must be connected to a natural gas boiler
\$25 rebate	ENERGY STAR thermostat up to two per account

Please do not hesitate to contact me if you have any questions concerning this matter.

Sincerely,

/s/ Thomas Palma, Esq.

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cc: Steve Eckberg, NH OCA
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