



**Public Service
of New Hampshire**

780 N. Commercial Street, Manchester, NH 03101

Public Service Company of New Hampshire
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A Northeast Utilities Company

Robert A. Bersak
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January 15, 2013

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

**Re: Docket No. DE 11-250, Public Service Company of New Hampshire,
Investigation of Scrubber Costs and Cost Recovery
Request for Accounting Statement Clarification**



Dear Secretary Howland:

Delays in the procedural schedule for Docket No. DE 11-250, Investigation of Scrubber Costs and Cost Recovery, have exacerbated an accounting issue under SFAS No. 71 creating a mismatch on PSNH's books between deferrals for rate purposes and for financial reporting purposes. This has resulted in a negative financial impact on PSNH's reported generation earnings.

As described in the accompanying "Technical Statement of Stephen R. Hall and Michael L. Shelnitz," PSNH is seeking an accounting statement clarification from the Commission which would allow the company to recognize the equity portion of the Cost of Capital component of Scrubber costs in their entirety, as they are incurred., consistent with applicable accounting standards, which would result in a matching of such costs to the timing of recovery and use of the asset.

Because PSNH's books close on a quarterly basis, the Company respectfully requests that action be taken on this request by the end of February.

Please let me know if you have any questions. Thank you for your consideration.

Sincerely,

Robert A. Bersak
Assistant Secretary and
Associate General Counsel

cc: Service List, Docket No. DE 11-250

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FILING INSTRUCTIONS:

- a) Pursuant to N.H. Admin Rule Puc 203.02 (a), with the exception of Discovery, file 7 copies, as well as an electronic copy, of all documents including cover letter with:**

DEBRA A HOWLAND
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21 S. FRUIT ST, SUITE 10
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- b) Serve an electronic copy with each person identified on the Commission's service list and with the Office of Consumer Advocate.**

- c) Serve a written copy on each person on the service list not able to receive electronic mail.**

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PURSUANT TO N.H. ADMIN RULE PUC 203.09 (d), FILE DISCOVERY

DIRECTLY WITH THE FOLLOWING STAFF

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Upon request, Staff may waive receipt of some of its multiple copies of bulk materials filed as data responses. Staff cannot waive other parties' right to receive bulk materials.

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