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May 25, 2016

Via Hand Delivery and Electronic Mail

NHPUC 25MAY16am9:48

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

Re: Docket No. DE 16-277, Liberty Utilities (Granite State Electric) Corp. Reliability Enhancement Plan and Vegetation Management Plan Report

Enclosed for filing in the above matter are an original and six copies of all schedules filed in this docket. The revisions are in *bold italics* and the revised pages contain a header indicating "May 25, 2016 revision."

The Company updated the REP/VMP May 6, 2016 schedules based on a revised FERC Form No. 1 that was filed with the Commission on May 18, 2016. The revised FERC Form No. 1 reflects the removal of an acquisition adjustment for Cost of Removal in the amount of \$4,149,917. This change in the FERC Form No. 1 affects the municipal property tax calculations contained within the REP/VMP schedules of this docket. The property tax percentage decreased from 3.01% to 2.77%, as shown in HMT-5. Carrying the property tax changes through the various schedules in this docket decreases the revenue requirement from \$204,653 to \$183,335, as shown on Schedule HMT-1 Page 3, Line 55. The capital revenue requirement increase is reduced from a 0.21% increase to a 0.16% increase, as shown on HMT-2 Page 1, Line 3.

The monthly bill impact for a customer using 650 kWh per month will be an increase of \$0.41, or 0.37%, versus an increase of \$0.43, or 0.39%, as filed on May 6, 2016.

Thank you.

Sincerely,

Michael J. Sheehan

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Cc: Service List