



September 16, 2005

VIA HAND DELIVERY & ELECTRONIC MAIL

Luly E. Massaro, Commission Clerk
Rhode Island Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

RE: Docket 3689 – July 2005 Standard Offer Rate Filing

Dear Ms. Massaro:

Please find attached for filing on behalf of The Narragansett Electric Company (“Narragansett” or the “Company”), an original and nine copies of an interim fuel price update and revised Standard Offer calculation from that submitted to the Commission on July 29, 2005.

The Division of Public Utilities and Carriers asked the Company to provide this update in advance of the Division filing its testimony on Monday, September 19, 2005, in order that the update could be taken into account in their testimony. As shown on Attachment 1, page 1, the Company’s revised Standard Offer rate is 9.7¢ per kWh, effective for consumption on and after October 1, 2005, and is based on natural gas and crude oil futures prices as reported in the *Wall Street Journal* on September 9, 12 and 13, 2005. Attachment 1, page 1, is an updated version of Exhibit JAL-3 contained in the Company’s July 29th filing and shows the calculation of the twelve-month Standard Offer rate based on the recent fuel futures prices from the dates noted above. Pages 2 through 4 of Attachment 1 provide the detailed calculation of the monthly fuel index adjustment payments. The Company will also be filing additional information early next week in its response to Commission Data Request 1-7.

There has been some question as to the effect of Hurricane Katrina on fuel prices. To put the latest information in context, we also are providing a calculation of what the rate would have been using fuel indices data as of a week before the Hurricane. Even before Hurricane Katrina, the indices already were showing a need to adjust the rate request to 9.3¢ per kWh. Thus, even without any effects of the Hurricane, it appears that the original request of 8.2¢ per kWh would have been inadequate to close the gap of the substantial under-recovery that would result absent a change in rate. Attachment 2, provides the Company’s analysis based on fuel futures prices as reported in the *Wall Street Journal* on August 17, 18 and 19, 2005.

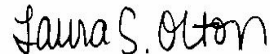
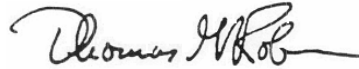
If the rate is not adjusted and remained at 6.7¢ per kWh, the Company estimates the under-recovery would exceed \$215 million by the end of September 2006. If the rate of 8.2¢ per kWh were to be put into effect on October 1, 2005 and remain unchanged for 12 months, Narragansett estimates the under-recovery still would exceed \$109 million within such time.

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Thus, to the extent the fuel indices are still showing projected costs that result in a rate of 9.7¢ per kWh when the analysis is updated again, it is the Company's intention at this time to request the Commission approve the higher rate.

Thank you for your attention to this matter. If you have any questions, please feel free to contact me at (508) 389-2877.

Very truly yours,



Thomas G. Robinson
Laura S. Olton

cc: Docket 3689 Service List

The Narragansett Electric Company
Calculation of Proposed Standard Offer Charge (Including Protested Fuel Index Payments)
Based on Most Recent Fuel Price Estimates as Reported in the WSJ on September 9, 12 and 13, 2005

Calculation of Twelve-month Average Standard Offer Rate for the period October 2005 through September 2006

	Estimated Monthly Fuel Adjustment (a)	Current Base Standard Offer Charge (b)	Total Standard Offer Charge (c)	Projected Monthly kWhs (d)	Estimated Fuel Index Payments (e)	Estimated Base Standard Offer Expense (f)	Estimated Adjustments (g)	Estimated Total Standard Offer Expense (h)
Oct-2005	\$0.02269	0.05543	\$0.07812	535,861,254	\$12,158,692	\$29,702,789	\$699,302	\$42,560,783
Nov-2005	\$0.02537	0.05543	\$0.08080	553,713,744	\$14,047,718	\$30,692,353	\$848,209	\$45,588,279
Dec-2005	\$0.02876	0.05543	\$0.08419	594,192,573	\$17,088,978	\$32,936,094	\$1,050,130	\$51,075,203
Jan-2006	\$0.02879	0.05943	\$0.08822	621,345,292	\$17,888,531	\$36,926,551	\$1,159,915	\$55,974,996
Feb-2006	\$0.03223	0.05943	\$0.09166	588,848,345	\$18,978,582	\$34,995,257	\$1,254,682	\$55,228,521
Mar-2006	\$0.03535	0.05943	\$0.09478	569,130,165	\$20,118,751	\$33,823,406	\$1,329,327	\$55,271,484
Apr-2006	\$0.03707	0.05943	\$0.09650	541,810,568	\$20,084,918	\$32,199,802	\$1,304,255	\$53,588,975
May-2006	\$0.03875	0.05943	\$0.09818	522,684,798	\$20,254,036	\$31,063,158	\$1,237,557	\$52,554,751
Jun-2006	\$0.04053	0.05943	\$0.09996	553,987,109	\$22,453,098	\$32,923,454	\$1,275,177	\$56,651,728
Jul-2006	\$0.04194	0.05943	\$0.10137	621,988,557	\$26,086,200	\$36,964,780	\$1,361,793	\$64,412,773
Aug-2006	\$0.04304	0.05943	\$0.10247	651,605,530	\$28,045,102	\$38,724,917	\$1,354,502	\$68,124,521
Sep-2006	\$0.04277	0.05943	\$0.10220	<u>613,875,027</u>	<u>\$26,255,435</u>	<u>\$36,482,593</u>	<u>\$1,210,260</u>	<u>\$63,948,288</u>
				6,969,042,961	\$243,460,041	\$407,435,153	\$14,085,108	\$664,980,302
				Estimated Under-Recovery through September 2005				<u>\$16,889,864</u>
				Total Expenses to be Recovered				\$681,870,165
				Project kWh Deliveries through September 2006				6,969,042,961
				Average Standard Offer through September 2006				\$0.0970

- (a) from Attachment 1, Page 4 for the period October 2005 through September 2006
(b) per wholesale contract
(c) Column (a) + Column (b)
(d) Company projection
(e) Column (a) * Column (d)
(f) Column (b) * Column (d)
(g) from Exhibit JAL-1, R.I.P.U.C. Docket No. 3689, page 1, column (g)
(h) Column (e) + Column (f) + Column (g)

Prices published in WSJ on: **9-Sep-05 12-Sep-05 13-Sep-05**

The Narragansett Electric Company
DETERMINATION OF MARKET GAS PRICE

(Col. A)	(Col. B)	(Col. C)	(Col. D)	(Col. E)	(Col. F)	(Col. G)	(Col. H)	(Col. I)
Contract Month	Last Month of Trading	Settlement Prices (\$/mmBtu)			Gas Index	NGrid's Market Gas Price	EUA's Market Gas Price	SOS Delivery Month
		3rd Last	2nd Last	Last				
Feb-04	Jan-04	\$5.727	\$5.716	\$5.775	\$5.739	\$5.561	\$4.945	Feb-04
Mar-04	Feb-04	\$5.127	\$5.077	\$5.150	\$5.118	\$5.214	\$5.118	Mar-04
Apr-04	Mar-04	\$5.336	\$5.395	\$5.365	\$5.365	\$5.235	\$5.135	Apr-04
May-04	Apr-04	\$5.764	\$5.874	\$5.935	\$5.858	\$5.277	\$5.276	May-04
Jun-04	May-04	\$6.705	\$6.684	\$6.680	\$6.690	\$5.335	\$5.505	Jun-04
Jul-04	Jun-04	\$6.485	\$6.353	\$6.141	\$6.326	\$5.397	\$5.832	Jul-04
Aug-04	Jul-04	\$5.957	\$5.989	\$6.048	\$5.998	\$5.505	\$5.849	Aug-04
Sep-04	Aug-04	\$5.298	\$5.189	\$5.082	\$5.190	\$5.520	\$5.893	Sep-04
Oct-04	Sep-04	\$5.392	\$5.262	\$5.723	\$5.459	\$5.598	\$5.904	Oct-04
Nov-04	Oct-04	\$7.890	\$8.402	\$7.626	\$7.973	\$5.889	\$5.920	Nov-04
Dec-04	Nov-04	\$6.762	\$6.793	\$7.976	\$7.177	\$6.093	\$6.273	Dec-04
Jan-05	Dec-04	\$6.668	\$6.160	\$6.213	\$6.347	\$6.103		Jan-05
Feb-05	Jan-05	\$6.403	\$6.388	\$6.288	\$6.360	\$6.155		Feb-05
Mar-05	Feb-05	\$6.103	\$6.311	\$6.304	\$6.239	\$6.248		Mar-05
Apr-05	Mar-05	\$7.062	\$6.999	\$7.323	\$7.128	\$6.395		Apr-05
May-05	Apr-05	\$7.153	\$7.120	\$6.748	\$7.007	\$6.491		May-05
Jun-05	May-05	\$6.349	\$6.315	\$6.123	\$6.262	\$6.456		Jun-05
Jul-05	Jun-05	\$7.360	\$7.138	\$6.976	\$7.158	\$6.525		Jul-05
Aug-05	Jul-05	\$7.284	\$7.425	\$7.647	\$7.452	\$6.646		Aug-05
Sep-05	Aug-05	\$9.770	\$9.792	\$10.847	\$10.136	\$7.058		Sep-05
Oct-05	Sep-05	\$11.263	\$11.031	\$10.763	\$11.019	\$7.522		Oct-05
Nov-05	Oct-05	\$11.853	\$11.643	\$11.371	\$11.622	\$7.826		Nov-05
Dec-05	Nov-05	\$12.318	\$12.143	\$11.866	\$12.109	\$8.237		Dec-05
Jan-06	Dec-05	\$12.618	\$12.433	\$12.156	\$12.402	\$8.741		Jan-06
Feb-06	Jan-06	\$12.523	\$12.338	\$12.046	\$12.302	\$9.237		Feb-06
Mar-06	Feb-06	\$12.238	\$12.048	\$11.751	\$12.012	\$9.718		Mar-06
Apr-06	Mar-06	\$9.728	\$9.648	\$9.551	\$9.642	\$9.927		Apr-06
May-06	Apr-06	\$9.363	\$9.283	\$9.191	\$9.279	\$10.116		May-06
Jun-06	May-06	\$9.388	\$9.308	\$9.191	\$9.296	\$10.369		Jun-06
Jul-06	Jun-06	\$9.429	\$9.349	\$9.257	\$9.345	\$10.551		Jul-06
Aug-06	Jul-06	\$9.472	\$9.392	\$9.300	\$9.388	\$10.713		Aug-06
Sep-06	Aug-06	\$9.448	\$9.368	\$9.276	\$9.364	\$10.648		Sep-06
Oct-06	Sep-06	\$9.477	\$9.397	\$9.305	\$9.393	\$10.513		Oct-06
Nov-06	Oct-06	\$9.848	\$9.772	\$9.680	\$9.767	\$10.358		Nov-06
Dec-06	Nov-06	\$10.208	\$10.137	\$10.045	\$10.130	\$10.193		Dec-06

Notes:

Col. A - Contract refers to the NYMEX Natural Gas Futures Contract, as approved by the CFTC, for the purchase and sale of natural gas at Henry Hub.

Col. B - Month that trading for the Contract ends (the month before the delivery month)

Col. C - Settlement price for the third last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 9-Sep-05. (Oct-05 - Dec-06)

Col. D - Settlement price for the second last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 12-Sep-05. (Oct-05 - Dec-06)

Col. E - Settlement price for the last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 13-Sep-05. (Oct-05 - Dec-06)

Col. F - Average value of Col. C, Col. D and Col. E (=AVERAGE(Col. C..Col. E))

Col. G - Average of the most recent twelve months of values in Col. F (including current SOS delivery month)

Col. H - Average of the most recent six months of values in Col. F (ending month prior to SOS delivery month)

Col. I - month in which SOS was delivered at wholesale.

**The Narragansett Electric Company
DETERMINATION OF MARKET OIL PRICE**

(Col. A)	(Col. B)	(Col. HH)	(Col. II)	(Col. JJ)	(Col. KK)	(Col. LL)	(Col. MM)	(Col. NN)					
SOS Delivery Month	Trading Month	Sum of Values	# of Values	Conversion Factor	Oil Index (\$/mmBtu)	NGrid's Market Oil Price	EUA's Market Oil Price		Prices published in WSJ on:				
									Average	9-Sep-05	12-Sep-05	13-Sep-05	
Jan-04	Jan-04	530.40	19	6.3	4.43	4.29	4.15		33.0200	33.02	33.02	33.02	<=Jan closing from WSJ on 12/19/03
Feb-04	Feb-04	494.90	19	6.3	4.13	4.18	4.17		36.2000	36.20	36.20	36.20	<=Feb closing from WSJ on 01/20/04
Mar-04	Mar-04	564.10	23	6.3	3.89	4.08	4.13		35.6000	35.60	35.60	35.60	<=Mar closing from WSJ on 02/20/04
Apr-04	Apr-04	535.55	21	6.3	4.05	4.11	4.12		37.1100	37.11	37.11	37.11	<=Apr closing from WSJ on 03/22/04
May-04	May-04	603.20	20	6.3	4.79	4.18	4.12		37.6000	37.60	37.60	37.60	<=May closing from WSJ on 04/20/04
Jun-04	Jun-04	619.25	21	6.3	4.68	4.24	4.23		40.9200	40.92	40.92	40.92	<=June closing from WSJ on 05/20/04
Jul-04	Jul-04	583.85	21	6.3	4.41	4.25	4.33		38.1100	38.11	38.11	38.11	<=July closing from WSJ on 06/22/04
Aug-04	Aug-04	612.20	22	6.3	4.42	4.25	4.33		40.8600	40.86	40.86	40.86	<=Aug closing from WSJ on 07/20/04
Sep-04	Sep-04	582.00	21	6.3	4.40	4.29	4.37		47.8600	47.86	47.86	47.86	<=Sept closing from WSJ on 08/20/04
Oct-04	Oct-04	693.40	21	6.3	5.24	4.39	4.46		47.1000	47.10	47.10	47.10	<=October closing from WSJ on 09/21/04
Nov-04	Nov-04	572.15	20	6.3	4.54	4.42	4.66		54.9200	54.92	54.92	54.92	<=November closing from WSJ on 10/20/04
Dec-04	Dec-04	526.50	21	6.3	3.98	4.41	4.62		48.4400	48.44	48.44	48.44	<=December closing from WSJ on 11/19/04
Jan-05	Jan-05	594.00	20	6.3	4.71	4.44			45.6400	45.64	45.64	45.64	<=January 2005 closing from WSJ on 12/20/04
Feb-05	Feb-05	584.70	19	6.3	4.88	4.50			46.9100	46.91	46.91	46.91	<=February 2005 closing from WSJ on 01/20/05
Mar-05	Mar-05	779.75	22	6.3	5.63	4.64			51.1500	51.15	51.15	51.15	<=March 2005 closing from WSJ on 02/22/05
Apr-05	Apr-05	811.40	21	6.3	6.13	4.82			56.6200	56.62	56.62	56.62	<=April 2005 closing from WSJ on 03/21/05
May-05	May-05	721.00	19	6.3	6.02	4.92			52.4400	52.44	52.44	52.44	<=May 2005 closing from WSJ on 04/20/05
Jun-05	Jun-05	900.25	22	6.3	6.50	5.07			46.8000	46.80	46.80	46.80	<=June 2005 closing from WSJ on 05/20/05
Jul-05	Jul-05	838.10	20	6.3	6.65	5.26			59.3700	59.37	59.37	59.37	<=July 2005 closing from WSJ on 06/22/05
Aug-05	Aug-05	1048.35	23	6.3	7.23	5.49			57.4600	57.46	57.46	57.46	<=Aug 2005 closing from WSJ on 07/20/05
Sep-05	Sep-05	65.45			8.24	5.81			65.4500	65.45	65.45	65.45	<=Sep 2005 closing from WSJ on 08/22/05
Oct-05	Oct-05	63.51			8.00	6.04			63.5100	64.08	63.34	63.11	
Nov-05	Nov-05	64.23			8.09	6.34			64.2300	64.90	64.01	63.78	
Dec-05	Dec-05	64.85			8.17	6.69			64.8533	65.55	64.63	64.38	
Jan-06	Jan-06	65.31			8.22	6.98			65.3133	66.02	65.09	64.83	
Feb-06	Feb-06	65.68			8.27	7.26			65.6767	66.39	65.45	65.19	
Mar-06	Mar-06	65.89			8.30	7.48			65.8867	66.59	65.66	65.41	
Apr-06	Apr-06	65.93			8.30	7.67			65.9333	66.59	65.73	65.48	
May-06	May-06	65.91			8.30	7.86			65.9100	66.60	65.69	65.44	
Jun-06	Jun-06	65.82			8.29	8.00			65.8233	66.51	65.61	65.35	
Jul-06	Jul-06	65.82			8.29	8.14			65.8233	66.51	65.61	65.35	
Aug-06	Aug-06	65.73			8.28	8.23			65.7333	66.24	65.61	65.35	
Sep-06	Sep-06	65.60			8.26	8.23			65.6033	66.24	65.61	64.96	
Oct-06	Oct-06	65.60			8.26	8.25			65.6033	66.24	65.61	64.96	
Nov-06	Nov-06	65.60			8.26	8.27			65.6033	66.24	65.61	64.96	
Dec-06	Dec-06	64.98			8.18	8.27			64.9833	65.64	64.81	64.50	

Notes:

- Col. A - month in which SOS was delivered at wholesale.
Col. B - month in which oil prices were quoted and delivered.
Col. C - Col. GG - daily prices as quoted by Platt's MarketScan. (not shown)
Col. HH - sum of values in Col. C through Col. GG. (Jan-99 - Aug-05)
- Aug-05 Final Crude oil contract price as reported in the Wall Street Journal on 20-Jul-05
- average of Crude oil contract prices as reported in the Wall Street Journal on Sep 9, 12 & 13, 2005
Col. II - number of non-zero values in Col. C through Col. GG.
Col. JJ - a fixed factor of 6.3 mmBtu per bbl.
Col. KK - Col. HH divided by (Col. II x Col. JJ) (Jan-99 - Aug-05)
- Current month value Col. HH * Aug-05 value in Col KK/ 57.46 (Sep-05 - Dec-06)
- Where 57.46 represents the Aug-05 closing value from the WSJ 20-July-05
Col. LL - Average of the most recent twelve months of values in Col. KK (including current SOS delivery month)
Col. MM - Average of the most recent six months of values in Col. KK (ending month prior to SOS delivery month)

The Narragansett Electric Company
DETERMINATION OF FUEL ADJUSTMENT VALUE

(Col. A)	(Col. B)	(Col. C)	(Col. D)	(Col. E)	(Col. F)	(Col. G)	(Col. H)	(Col. I)	(Col. J)	(Col. K)	(Col. L)	(Col. M)	(Col. N)
SOS Delivery Month	NGrid's Market Gas Price	NGrid's Market Oil Price	NGrid's Fuel Value	NGrid's Fuel Trigger	NGrid's Adjustment Value	EUA's Market Gas Price	EUA's Market Oil Price	EUA's Fuel Value	EUA's Fuel Trigger	EUA's Adjustment Value	Ngrid Adjustment ¢/kWh	EUA Adjustment ¢/kWh	Weighted Adjustment ¢/kWh
Jan-04	\$5.5406	\$4.2925	\$9.8331	\$7.74	1.24977	\$4.8381	\$4.1543	\$8.9923	\$7.74	1.14944	1.274	0.762	1.141
Feb-04	\$5.5606	\$4.1759	\$9.7364	\$7.74	1.23824	\$4.9451	\$4.1685	\$9.1136	\$7.74	1.16391	1.215	0.836	1.116
Mar-04	\$5.2135	\$4.0831	\$9.2966	\$7.74	1.18576	\$5.1184	\$4.1281	\$9.2465	\$7.74	1.17977	0.947	0.917	0.939
Apr-04	\$5.2351	\$4.1059	\$9.3410	\$7.74	1.19105	\$5.1354	\$4.1232	\$9.2586	\$7.74	1.18121	0.974	0.924	0.961
May-04	\$5.2767	\$4.1827	\$9.4594	\$7.74	1.20518	\$5.2763	\$4.1163	\$9.3926	\$7.74	1.19721	1.046	1.006	1.036
Jun-04	\$5.3352	\$4.2417	\$9.5769	\$7.74	1.21920	\$5.5049	\$4.2262	\$9.7312	\$7.74	1.23761	1.118	1.212	1.142
Jul-04	\$5.3973	\$4.2473	\$9.6445	\$7.74	1.22727	\$5.8323	\$4.3291	\$10.1614	\$7.74	1.28895	1.159	1.474	1.241
Aug-04	\$5.5054	\$4.2506	\$9.7561	\$7.74	1.24058	\$5.8494	\$4.3261	\$10.1755	\$7.74	1.29063	1.227	1.482	1.293
Sep-04	\$5.5199	\$4.2903	\$9.8103	\$7.74	1.24705	\$5.8925	\$4.3732	\$10.2657	\$7.74	1.30139	1.260	1.537	1.332
Oct-04	\$5.5982	\$4.3864	\$9.9845	\$7.74	1.26784	\$5.9044	\$4.4575	\$10.3620	\$7.74	1.31288	1.366	1.596	1.426
Nov-04	\$5.8888	\$4.4208	\$10.3095	\$7.74	1.30663	\$5.9201	\$4.6564	\$10.5764	\$7.74	1.33848	1.564	1.726	1.606
Dec-04	\$6.0931	\$4.4138	\$10.5068	\$7.74	1.33017	\$6.2726	\$4.6153	\$10.8879	\$7.74	1.37564	1.684	1.916	1.744
Jan-05	\$6.1033	\$4.4374	\$10.5407	\$8.48	1.22595	n/a	n/a	n/a	na/	n/a	1.243	n/a	0.920
Feb-05	\$6.1550	\$4.4999	\$10.6549	\$8.48	1.23848	n/a	n/a	n/a	na/	n/a	1.312	n/a	0.971
Mar-05	\$6.2484	\$4.6443	\$10.8927	\$8.48	1.26456	n/a	n/a	n/a	na/	n/a	1.455	n/a	1.077
Apr-05	\$6.3953	\$4.8181	\$11.2134	\$8.48	1.29971	n/a	n/a	n/a	na/	n/a	1.648	n/a	1.220
May-05	\$6.4911	\$4.9211	\$11.4122	\$8.48	1.32151	n/a	n/a	n/a	na/	n/a	1.768	n/a	1.309
Jun-05	\$6.4555	\$5.0723	\$11.5278	\$8.48	1.33419	n/a	n/a	n/a	na/	n/a	1.838	n/a	1.360
Jul-05	\$6.5248	\$5.2588	\$11.7836	\$8.48	1.36224	n/a	n/a	n/a	na/	n/a	1.992	n/a	1.474
Aug-05	\$6.6460	\$5.4937	\$12.1396	\$8.48	1.40128	n/a	n/a	n/a	na/	n/a	2.207	n/a	1.633
Sep-05	\$7.0582	\$5.8138	\$12.8720	\$8.48	1.48158	n/a	n/a	n/a	na/	n/a	2.649	n/a	1.960
Oct-05	\$7.5215	\$6.0435	\$13.5650	\$8.48	1.55756	n/a	n/a	n/a	na/	n/a	3.067	n/a	2.269
Nov-05	\$7.8257	\$6.3390	\$14.1647	\$8.48	1.62332	n/a	n/a	n/a	na/	n/a	3.428	n/a	2.537
Dec-05	\$8.2367	\$6.6879	\$14.9245	\$8.48	1.70664	n/a	n/a	n/a	na/	n/a	3.887	n/a	2.876
Jan-06	\$8.7413	\$6.9803	\$15.7216	\$9.22	1.65939	n/a	n/a	n/a	na/	n/a	3.890	n/a	2.879
Feb-06	\$9.2365	\$7.2624	\$16.4989	\$9.22	1.73822	n/a	n/a	n/a	na/	n/a	4.356	n/a	3.223
Mar-06	\$9.7176	\$7.4849	\$17.2025	\$9.22	1.80958	n/a	n/a	n/a	na/	n/a	4.777	n/a	3.535
Apr-06	\$9.9271	\$7.6656	\$17.5928	\$9.22	1.84916	n/a	n/a	n/a	na/	n/a	5.010	n/a	3.707
May-06	\$10.1164	\$7.8553	\$17.9717	\$9.22	1.88760	n/a	n/a	n/a	na/	n/a	5.237	n/a	3.875
Jun-06	\$10.3692	\$8.0047	\$18.3739	\$9.22	1.92839	n/a	n/a	n/a	na/	n/a	5.477	n/a	4.053
Jul-06	\$10.5515	\$8.1410	\$18.6925	\$9.22	1.96070	n/a	n/a	n/a	na/	n/a	5.668	n/a	4.194
Aug-06	\$10.7128	\$8.2279	\$18.9407	\$9.22	1.98587	n/a	n/a	n/a	na/	n/a	5.817	n/a	4.304
Sep-06	\$10.6484	\$8.2295	\$18.8779	\$9.22	1.97950	n/a	n/a	n/a	na/	n/a	5.779	n/a	4.277
Oct-06	\$10.5129	\$8.2514	\$18.7644	\$9.22	1.96799	n/a	n/a	n/a	na/	n/a	5.711	n/a	4.226
Nov-06	\$10.3583	\$8.2658	\$18.6241	\$9.22	1.95377	n/a	n/a	n/a	na/	n/a	5.627	n/a	4.164
Dec-06	\$10.1934	\$8.2672	\$18.4606	\$9.22	1.93718	n/a	n/a	n/a	na/	n/a	5.529	n/a	4.092

Notes:

Col. A - month in which SOS was delivered at wholesale
Col. B - Average of the values of Gas Index for the most recent 12 months. (Col. G - Determination of Market Gas Price)
Col. C - Average of the values of Oil Index for the most recent 12 months. (Col. LL - Determination of Market Oil Price)
Col. D - Col. B + Col. C
Col. E - Applicable value from the Standard Offer Supply Contracts.
Col. F - @if(Col. D > Col. E, (Col. B + \$0.60 + Col. C + \$0.04) / (Col. E + \$0.64), 1.000)
Col. G - Average of the values of Gas Index for the most recent 6 months. (Col. H - Determination of Market Gas Price)
Col. H - Average of the values of Oil Index for the most recent 6 months. (Col. I - Determination of Market Oil Price)
Col. I - Col. G + Col. H
Col. J - Applicable value from the Standard Offer Supply Contracts.
Col. K - @if(Col. I > Col. J, (Col. G + \$0.60 + Col. H + \$0.04) / (Col. J + \$0.64), 1.000)
Col. L - (Col. F - 1.0) * Applicable Contract Price from the Standard Offer Supply Contracts.
Col. M - (Col. K - 1.0) * Applicable Contract Price from the Standard Offer Supply Contracts.
Col. N - (0.74 * Col. K) + (0.26 * Col. L)
Forecast of fuel prices based on NYMEX futures as reported in the Wall Street Journal on September 9, 12, & 13, 2005

The Narragansett Electric Company
Calculation of Proposed Standard Offer Charge (Including Protested Fuel Index Payments)
Based on Most Recent Fuel Price Estimates as Reported in the WSJ on August 17, 18 and 19, 2005

Calculation of Twelve-month Average Standard Offer Rate for the period October 2005 through September 2006

	Estimated Monthly Fuel Adjustment (a)	Current Base Standard Offer Charge (b)	Total Standard Offer Charge (c)	Projected Monthly kWhs (d)	Estimated Fuel Index Payments (e)	Estimated Base Standard Offer Expense (f)	Estimated Adjustments (g)	Estimated Total Standard Offer Expense (h)
Oct-2005	\$0.02205	0.05543	\$0.07748	535,861,254	\$11,815,741	\$29,702,789	\$699,302	\$42,217,832
Nov-2005	\$0.02400	0.05543	\$0.07943	553,713,744	\$13,289,130	\$30,692,353	\$812,561	\$44,794,043
Dec-2005	\$0.02661	0.05543	\$0.08204	594,192,573	\$15,811,464	\$32,936,094	\$968,565	\$49,716,124
Jan-2006	\$0.02587	0.05943	\$0.08530	621,345,292	\$16,074,203	\$36,926,551	\$1,027,493	\$54,028,247
Feb-2006	\$0.02855	0.05943	\$0.08798	588,848,345	\$16,811,620	\$34,995,257	\$1,082,997	\$52,889,874
Mar-2006	\$0.03092	0.05943	\$0.09035	569,130,165	\$17,597,505	\$33,823,406	\$1,120,012	\$52,540,923
Apr-2006	\$0.03225	0.05943	\$0.09168	541,810,568	\$17,473,391	\$32,199,802	\$1,064,493	\$50,737,686
May-2006	\$0.03358	0.05943	\$0.09301	522,684,798	\$17,551,756	\$31,063,158	\$1,018,829	\$49,633,742
Jun-2006	\$0.03502	0.05943	\$0.09445	553,987,109	\$19,400,629	\$32,923,454	\$1,064,257	\$53,388,340
Jul-2006	\$0.03608	0.05943	\$0.09551	621,988,557	\$22,441,347	\$36,964,780	\$1,150,988	\$60,557,116
Aug-2006	\$0.03682	0.05943	\$0.09625	651,605,530	\$23,992,116	\$38,724,917	\$1,162,109	\$63,879,141
Sep-2006	\$0.03618	0.05943	\$0.09561	<u>613,875,027</u>	<u>\$22,209,998</u>	<u>\$36,482,593</u>	<u>\$1,053,992</u>	<u>\$59,746,583</u>
				6,969,042,961	\$214,468,899	\$407,435,153	\$12,225,600	\$634,129,652
				Estimated Under-Recovery through September 2005				<u>\$16,889,864</u>
				Total Expenses to be Recovered				\$651,019,515
				Project kWh Deliveries through September 2006				6,969,042,961
				Average Standard Offer through September 2006				\$0.0930

- (a) from Attachment 2, Page 4 for the period October 2005 through September 2006
(b) per wholesale contract
(c) Column (a) + Column (b)
(d) Company projection
(e) Column (a) * Column (d)
(f) Column (b) * Column (d)
(g) from Exhibit JAL-1, R.I.P.U.C. Docket No. 3689, page 1, column (g)
(h) Column (e) + Column (f) + Column (g)

Prices published in WSJ on: **17-Aug-05 18-Aug-05 19-Aug-05**

The Narragansett Electric Company
DETERMINATION OF MARKET GAS PRICE

(Col. A)	(Col. B)	(Col. C)	(Col. D)	(Col. E)	(Col. F)	(Col. G)	(Col. H)	(Col. I)
Contract Month	Last Month of Trading	Settlement Prices (\$/mmBtu)			Gas Index	NGrid's Market Gas Price	EUA's Market Gas Price	SOS Delivery Month
		3rd Last	2nd Last	Last				
Feb-04	Jan-04	\$5.727	\$5.716	\$5.775	\$5.739	\$5.561	\$4.945	Feb-04
Mar-04	Feb-04	\$5.127	\$5.077	\$5.150	\$5.118	\$5.214	\$5.118	Mar-04
Apr-04	Mar-04	\$5.336	\$5.395	\$5.365	\$5.365	\$5.235	\$5.135	Apr-04
May-04	Apr-04	\$5.764	\$5.874	\$5.935	\$5.858	\$5.277	\$5.276	May-04
Jun-04	May-04	\$6.705	\$6.684	\$6.680	\$6.690	\$5.335	\$5.505	Jun-04
Jul-04	Jun-04	\$6.485	\$6.353	\$6.141	\$6.326	\$5.397	\$5.832	Jul-04
Aug-04	Jul-04	\$5.957	\$5.989	\$6.048	\$5.998	\$5.505	\$5.849	Aug-04
Sep-04	Aug-04	\$5.298	\$5.189	\$5.082	\$5.190	\$5.520	\$5.893	Sep-04
Oct-04	Sep-04	\$5.392	\$5.262	\$5.723	\$5.459	\$5.598	\$5.904	Oct-04
Nov-04	Oct-04	\$7.890	\$8.402	\$7.626	\$7.973	\$5.889	\$5.920	Nov-04
Dec-04	Nov-04	\$6.762	\$6.793	\$7.976	\$7.177	\$6.093	\$6.273	Dec-04
Jan-05	Dec-04	\$6.668	\$6.160	\$6.213	\$6.347	\$6.103		Jan-05
Feb-05	Jan-05	\$6.403	\$6.388	\$6.288	\$6.360	\$6.155		Feb-05
Mar-05	Feb-05	\$6.103	\$6.311	\$6.304	\$6.239	\$6.248		Mar-05
Apr-05	Mar-05	\$7.062	\$6.999	\$7.323	\$7.128	\$6.395		Apr-05
May-05	Apr-05	\$7.153	\$7.120	\$6.748	\$7.007	\$6.491		May-05
Jun-05	May-05	\$6.349	\$6.315	\$6.123	\$6.262	\$6.456		Jun-05
Jul-05	Jun-05	\$7.360	\$7.138	\$6.976	\$7.158	\$6.525		Jul-05
Aug-05	Jul-05	\$7.284	\$7.425	\$7.647	\$7.452	\$6.646		Aug-05
Sep-05	Aug-05	\$9.770	\$9.792	\$10.847	\$10.136	\$7.058		Sep-05
Oct-05	Sep-05	\$9.413	\$8.942	\$9.156	\$9.170	\$7.367		Oct-05
Nov-05	Oct-05	\$9.762	\$9.329	\$9.591	\$9.561	\$7.500		Nov-05
Dec-05	Nov-05	\$10.125	\$9.711	\$10.006	\$9.947	\$7.731		Dec-05
Jan-06	Dec-05	\$10.388	\$9.986	\$10.291	\$10.222	\$8.054		Jan-06
Feb-06	Jan-06	\$10.363	\$9.971	\$10.278	\$10.204	\$8.374		Feb-06
Mar-06	Feb-06	\$10.133	\$9.771	\$10.081	\$9.995	\$8.687		Mar-06
Apr-06	Mar-06	\$8.643	\$8.441	\$8.651	\$8.578	\$8.808		Apr-06
May-06	Apr-06	\$8.418	\$8.241	\$8.446	\$8.368	\$8.921		May-06
Jun-06	May-06	\$8.448	\$8.274	\$8.447	\$8.390	\$9.098		Jun-06
Jul-06	Jun-06	\$8.490	\$8.319	\$8.521	\$8.443	\$9.206		Jul-06
Aug-06	Jul-06	\$8.529	\$8.358	\$8.559	\$8.482	\$9.291		Aug-06
Sep-06	Aug-06	\$8.506	\$8.335	\$8.534	\$8.458	\$9.152		Sep-06
Oct-06	Sep-06	\$8.534	\$8.363	\$8.561	\$8.486	\$9.095		Oct-06
Nov-06	Oct-06	\$8.904	\$8.738	\$8.936	\$8.859	\$9.036		Nov-06
Dec-06	Nov-06	\$9.254	\$9.093	\$9.291	\$9.213	\$8.975		Dec-06

Notes:

Col. A - Contract refers to the NYMEX Natural Gas Futures Contract, as approved by the CFTC, for the purchase and sale of natural gas at Henry Hub.

Col. B - Month that trading for the Contract ends (the month before the delivery month)

Col. C - Settlement price for the third last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 17-Aug-05. (Oct-05 - Dec-06)

Col. D - Settlement price for the second last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 18-Aug-05. (Oct-05 - Dec-06)

Col. E - Settlement price for the last trading day as reported in the Wall Street Journal. (Jan-99 - Sep-05)

- Settlement price as reported in the Wall Street Journal on 19-Aug-05. (Oct-05 - Dec-06)

Col. F - Average value of Col. C, Col. D and Col. E (=AVERAGE(Col. C.,Col. E))

Col. G - Average of the most recent twelve months of values in Col. F (including current SOS delivery month)

Col. H - Average of the most recent six months of values in Col. F (ending month prior to SOS delivery month)

Col. I - month in which SOS was delivered at wholesale.

**The Narragansett Electric Company
DETERMINATION OF MARKET OIL PRICE**

(Col. A)	(Col. B)	(Col. HH)	(Col. II)	(Col. JJ)	(Col. KK)	(Col. LL)	(Col. MM)	(Col. NN)					
SOS									Prices published in WSJ on:				
Delivery	Trading	Sum of	# of	Conversion	Oil Index	NGrid's	EUA's		Average	17-Aug-05	18-Aug-05	19-Aug-05	
Month	Month	Values	Values	Factor	(\$/mmBtu)	Market	Market	Oil Price					
Jan-04	Jan-04	530.40	19	6.3	4.43	4.29	4.15		33.0200	33.02	33.02	33.02	<=Jan closing from WSJ on 12/19/03
Feb-04	Feb-04	494.90	19	6.3	4.13	4.18	4.17		36.2000	36.20	36.20	36.20	<=Feb closing from WSJ on 01/20/04
Mar-04	Mar-04	564.10	23	6.3	3.89	4.08	4.13		35.6000	35.60	35.60	35.60	<=Mar closing from WSJ on 02/20/04
Apr-04	Apr-04	535.55	21	6.3	4.05	4.11	4.12		37.1100	37.11	37.11	37.11	<=Apr closing from WSJ on 03/22/04
May-04	May-04	603.20	20	6.3	4.79	4.18	4.12		37.6000	37.60	37.60	37.60	<=May closing from WSJ on 04/20/04
Jun-04	Jun-04	619.25	21	6.3	4.68	4.24	4.23		40.9200	40.92	40.92	40.92	<=June closing from WSJ on 05/20/04
Jul-04	Jul-04	583.85	21	6.3	4.41	4.25	4.33		38.1100	38.11	38.11	38.11	<=July closing from WSJ on 06/22/04
Aug-04	Aug-04	612.20	22	6.3	4.42	4.25	4.33		40.8600	40.86	40.86	40.86	<=Aug closing from WSJ on 07/20/04
Sep-04	Sep-04	582.00	21	6.3	4.40	4.29	4.37		47.8600	47.86	47.86	47.86	<=Sept closing from WSJ on 08/20/04
Oct-04	Oct-04	693.40	21	6.3	5.24	4.39	4.46		47.1000	47.10	47.10	47.10	<=October closing from WSJ on 09/21/04
Nov-04	Nov-04	572.15	20	6.3	4.54	4.42	4.66		54.9200	54.92	54.92	54.92	<=November closing from WSJ on 10/20/04
Dec-04	Dec-04	526.50	21	6.3	3.98	4.41	4.62		48.4400	48.44	48.44	48.44	<=December closing from WSJ on 11/19/04
Jan-05	Jan-05	594.00	20	6.3	4.71	4.44			45.6400	45.64	45.64	45.64	<=January 2005 closing from WSJ on 12/20/04
Feb-05	Feb-05	584.70	19	6.3	4.88	4.50			46.9100	46.91	46.91	46.91	<=February 2005 closing from WSJ on 01/20/05
Mar-05	Mar-05	779.75	22	6.3	5.63	4.64			51.1500	51.15	51.15	51.15	<=March 2005 closing from WSJ on 02/22/05
Apr-05	Apr-05	811.40	21	6.3	6.13	4.82			56.6200	56.62	56.62	56.62	<=April 2005 closing from WSJ on 03/21/05
May-05	May-05	721.00	19	6.3	6.02	4.92			52.4400	52.44	52.44	52.44	<=May 2005 closing from WSJ on 04/20/05
Jun-05	Jun-05	900.25	22	6.3	6.50	5.07			46.8000	46.80	46.80	46.80	<=June 2005 closing from WSJ on 05/20/05
Jul-05	Jul-05	838.10	20	6.3	6.65	5.26			59.3700	59.37	59.37	59.37	<=July 2005 closing from WSJ on 06/22/05
Aug-05	Aug-05	1048.35	23	6.3	7.23	5.49			57.4600	57.46	57.46	57.46	<=Aug 2005 closing from WSJ on 07/20/05
Sep-05	Sep-05	65.45			8.24	5.81			65.4500	65.45	65.45	65.45	<=Sep 2005 closing from WSJ on 08/22/05
Oct-05	Oct-05	64.47			8.12	6.05			64.4700	63.85	63.77	65.79	
Nov-05	Nov-05	65.06			8.19	6.36			65.0600	64.48	64.39	66.31	
Dec-05	Dec-05	65.43			8.24	6.71			65.4333	64.88	64.79	66.63	
Jan-06	Jan-06	65.74			8.28	7.01			65.7367	65.18	65.12	66.91	
Feb-06	Feb-06	65.90			8.30	7.29			65.8967	65.34	65.31	67.04	
Mar-06	Mar-06	65.92			8.30	7.52			65.9167	65.35	65.35	67.05	
Apr-06	Apr-06	65.80			8.28	7.70			65.7967	65.23	65.25	66.91	
May-06	May-06	65.66			8.27	7.88			65.6600	65.09	65.13	66.76	
Jun-06	Jun-06	65.50			8.25	8.03			65.5033	64.93	64.99	66.59	
Jul-06	Jul-06	65.45			8.24	8.16			65.4500	64.93	64.83	66.59	
Aug-06	Aug-06	65.20			8.21	8.24			65.2033	64.59	64.83	66.19	
Sep-06	Sep-06	65.15			8.20	8.24			65.1467	64.42	64.83	66.19	
Oct-06	Oct-06	65.15			8.20	8.25			65.1467	64.42	64.83	66.19	
Nov-06	Nov-06	64.94			8.18	8.25			64.9400	64.42	64.83	65.57	
Dec-06	Dec-06	64.41			8.11	8.23			64.4133	63.88	64.00	65.36	

Notes:

Col. A - month in which SOS was delivered at wholesale.

Col. B - month in which oil prices were quoted and delivered.

Col. C - Col. GG - daily prices as quoted by Platt's MarketScan. (not shown)

Col. HH - sum of values in Col. C through Col. GG. (Jan-99 - Aug-05)

- Aug-05 Final Crude oil contract price as reported in the Wall Street Journal on 20-Jul-05

- average of Crude oil contract prices as reported in the Wall Street Journal on Aug 17, 18 & 19, 2005

Col. II - number of non-zero values in Col. C through Col. GG.

Col. JJ - a fixed factor of 6.3 mmBtu per bbl.

Col. KK - Col. HH divided by (Col. II x Col. JJ) (Jan-99 - Aug-05)

- Current month value Col. HH * Aug-05 value in Col KK/ 57.46 (Sep-05 - Dec-06)

- Where 57.46 represents the Aug-05 closing value from the WSJ 20-July-05

Col. LL - Average of the most recent twelve months of values in Col. KK (including current SOS delivery month)

Col. MM - Average of the most recent six months of values in Col. KK (ending month prior to SOS delivery month)

The Narragansett Electric Company
DETERMINATION OF FUEL ADJUSTMENT VALUE

(Col. A)	(Col. B)	(Col. C)	(Col. D)	(Col. E)	(Col. F)	(Col. G)	(Col. H)	(Col. I)	(Col. J)	(Col. K)	(Col. L)	(Col. M)	(Col. N)
SOS Delivery Month	NGrid's Market Gas Price	NGrid's Market Oil Price	NGrid's Fuel Value	NGrid's Fuel Trigger	NGrid's Adjustment Value	EUA's Market Gas Price	EUA's Market Oil Price	EUA's Fuel Value	EUA's Fuel Trigger	EUA's Adjustment Value	Ngrid Adjustment ¢/kWh	EUA Adjustment ¢/kWh	Weighted Adjustment ¢/kWh
Jan-04	\$5.5406	\$4.2925	\$9.8331	\$7.74	1.24977	\$4.8381	\$4.1543	\$8.9923	\$7.74	1.14944	1.274	0.762	1.141
Feb-04	\$5.5606	\$4.1759	\$9.7364	\$7.74	1.23824	\$4.9451	\$4.1685	\$9.1136	\$7.74	1.16391	1.215	0.836	1.116
Mar-04	\$5.2135	\$4.0831	\$9.2966	\$7.74	1.18576	\$5.1184	\$4.1281	\$9.2465	\$7.74	1.17977	0.947	0.917	0.939
Apr-04	\$5.2351	\$4.1059	\$9.3410	\$7.74	1.19105	\$5.1354	\$4.1232	\$9.2586	\$7.74	1.18121	0.974	0.924	0.961
May-04	\$5.2767	\$4.1827	\$9.4594	\$7.74	1.20518	\$5.2763	\$4.1163	\$9.3926	\$7.74	1.19721	1.046	1.006	1.036
Jun-04	\$5.3352	\$4.2417	\$9.5769	\$7.74	1.21920	\$5.5049	\$4.2262	\$9.7312	\$7.74	1.23761	1.118	1.212	1.142
Jul-04	\$5.3973	\$4.2473	\$9.6445	\$7.74	1.22727	\$5.8323	\$4.3291	\$10.1614	\$7.74	1.28895	1.159	1.474	1.241
Aug-04	\$5.5054	\$4.2506	\$9.7561	\$7.74	1.24058	\$5.8494	\$4.3261	\$10.1755	\$7.74	1.29063	1.227	1.482	1.293
Sep-04	\$5.5199	\$4.2903	\$9.8103	\$7.74	1.24705	\$5.8925	\$4.3732	\$10.2657	\$7.74	1.30139	1.260	1.537	1.332
Oct-04	\$5.5982	\$4.3864	\$9.9845	\$7.74	1.26784	\$5.9044	\$4.4575	\$10.3620	\$7.74	1.31288	1.366	1.596	1.426
Nov-04	\$5.8888	\$4.4208	\$10.3095	\$7.74	1.30663	\$5.9201	\$4.6564	\$10.5764	\$7.74	1.33848	1.564	1.726	1.606
Dec-04	\$6.0931	\$4.4138	\$10.5068	\$7.74	1.33017	\$6.2726	\$4.6153	\$10.8879	\$7.74	1.37564	1.684	1.916	1.744
Jan-05	\$6.1033	\$4.4374	\$10.5407	\$8.48	1.22595	n/a	n/a	n/a	na/	n/a	1.243	n/a	0.920
Feb-05	\$6.1550	\$4.4999	\$10.6549	\$8.48	1.23848	n/a	n/a	n/a	na/	n/a	1.312	n/a	0.971
Mar-05	\$6.2484	\$4.6443	\$10.8927	\$8.48	1.26456	n/a	n/a	n/a	na/	n/a	1.455	n/a	1.077
Apr-05	\$6.3953	\$4.8181	\$11.2134	\$8.48	1.29971	n/a	n/a	n/a	na/	n/a	1.648	n/a	1.220
May-05	\$6.4911	\$4.9211	\$11.4122	\$8.48	1.32151	n/a	n/a	n/a	na/	n/a	1.768	n/a	1.309
Jun-05	\$6.4555	\$5.0723	\$11.5278	\$8.48	1.33419	n/a	n/a	n/a	na/	n/a	1.838	n/a	1.360
Jul-05	\$6.5248	\$5.2588	\$11.7836	\$8.48	1.36224	n/a	n/a	n/a	na/	n/a	1.992	n/a	1.474
Aug-05	\$6.6460	\$5.4937	\$12.1396	\$8.48	1.40128	n/a	n/a	n/a	na/	n/a	2.207	n/a	1.633
Sep-05	\$7.0582	\$5.8138	\$12.8720	\$8.48	1.48158	n/a	n/a	n/a	na/	n/a	2.649	n/a	1.960
Oct-05	\$7.3675	\$6.0535	\$13.4210	\$8.48	1.54178	n/a	n/a	n/a	na/	n/a	2.980	n/a	2.205
Nov-05	\$7.4998	\$6.3578	\$13.8576	\$8.48	1.58965	n/a	n/a	n/a	na/	n/a	3.243	n/a	2.400
Dec-05	\$7.7307	\$6.7127	\$14.4434	\$8.48	1.65388	n/a	n/a	n/a	na/	n/a	3.596	n/a	2.661
Jan-06	\$8.0536	\$7.0096	\$15.0632	\$9.22	1.59262	n/a	n/a	n/a	na/	n/a	3.496	n/a	2.587
Feb-06	\$8.3739	\$7.2940	\$15.6679	\$9.22	1.65395	n/a	n/a	n/a	na/	n/a	3.858	n/a	2.855
Mar-06	\$8.6869	\$7.5168	\$16.2037	\$9.22	1.70829	n/a	n/a	n/a	na/	n/a	4.179	n/a	3.092
Apr-06	\$8.8078	\$7.6961	\$16.5039	\$9.22	1.73873	n/a	n/a	n/a	na/	n/a	4.359	n/a	3.225
May-06	\$8.9212	\$7.8832	\$16.8043	\$9.22	1.76920	n/a	n/a	n/a	na/	n/a	4.538	n/a	3.358
Jun-06	\$9.0985	\$8.0292	\$17.1277	\$9.22	1.80199	n/a	n/a	n/a	na/	n/a	4.732	n/a	3.502
Jul-06	\$9.2056	\$8.1616	\$17.3672	\$9.22	1.82629	n/a	n/a	n/a	na/	n/a	4.875	n/a	3.608
Aug-06	\$9.2914	\$8.2429	\$17.5343	\$9.22	1.84324	n/a	n/a	n/a	na/	n/a	4.975	n/a	3.682
Sep-06	\$9.1516	\$8.2397	\$17.3913	\$9.22	1.82873	n/a	n/a	n/a	na/	n/a	4.890	n/a	3.618
Oct-06	\$9.0946	\$8.2468	\$17.3414	\$9.22	1.82367	n/a	n/a	n/a	na/	n/a	4.860	n/a	3.596
Nov-06	\$9.0361	\$8.2456	\$17.2817	\$9.22	1.81761	n/a	n/a	n/a	na/	n/a	4.824	n/a	3.570
Dec-06	\$8.9749	\$8.2348	\$17.2097	\$9.22	1.81032	n/a	n/a	n/a	na/	n/a	4.781	n/a	3.538

Notes:

Col. A - month in which SOS was delivered at wholesale
Col. B - Average of the values of Gas Index for the most recent 12 months. (Col. G - Determination of Market Gas Price)
Col. C - Average of the values of Oil Index for the most recent 12 months. (Col. LL - Determination of Market Oil Price)
Col. D - Col. B + Col. C
Col. E - Applicable value from the Standard Offer Supply Contracts.
Col. F - @if(Col. D > Col. E, (Col. B + \$0.60 + Col. C + \$0.04) / (Col. E + \$0.64), 1.000)
Col. G - Average of the values of Gas Index for the most recent 6 months. (Col. H - Determination of Market Gas Price)
Col. H - Average of the values of Oil Index for the most recent 6 months. (Col. I - Determination of Market Oil Price)
Col. I - Col. G + Col. H
Col. J - Applicable value from the Standard Offer Supply Contracts.
Col. K - @if(Col. I > Col. J, (Col. G + \$0.60 + Col. H + \$0.04) / (Col. J + \$0.64), 1.000)
Col. L - (Col. F - 1.0) * Applicable Contract Price from the Standard Offer Supply Contracts.
Col. M - (Col. K - 1.0) * Applicable Contract Price from the Standard Offer Supply Contracts.
Col. N - (0.74 * Col. K) + (0.26 * Col. L)
Forecast of fuel prices based on NYMEX futures as reported in the Wall Street Journal on August 17, 18, & 19, 2005