

July 30, 2010

VIA HAND DELIVERY & ELECTRONIC MAIL

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

**RE: Docket 4140 - Standard Offer Reconciliation Report
Quarterly Report**

Dear Ms. Massaro:

Enclosed are ten (10) copies of National Grid's¹ ("Company") quarterly Standard Offer Service ("SOS") Reconciliation Report ("Report"). The enclosed Report provides the status of the reconciliations related to the provision of SOS, including SOS supply costs, SOS Administrative costs and Renewable Energy Standard costs based on actual revenues for the period January 1, 2010 through June 30, 2010 and actual expenses for the period January 1, 2010 through May 31, 2010.

Attachment 1 of this Report shows the Company's SOS reconciliation for both the Small and Large Customer groups, and in total, for the period January 1, 2010 through May 31, 2010. Attachment 2 contains the reconciliation of SOS Administrative costs, shown separately for the Small and Large customer groups, in accordance with the Company's Standard Offer Adjustment Provision, R.I.P.U.C. No. 2014. Attachment 3 shows the reconciliation of the revenues and expenses attributable to compliance with the Renewable Energy Standard.

At the July 8, 2010 hearing in Docket No. 4149, Commission counsel requested that the Company include in its next quarterly SOS reconciliation filing a comparison of estimated SOS spot market purchases to actual SOS spot market costs incurred to date. In the Company's response to Record Request 3 in that docket, the Company provided a comparison of spot market price estimates that are currently included in the Small Customer SOS rates to actual all-in spot prices for the period January 2010 through July 11, 2010. Based on this

¹ The Narragansett Electric Company, d/b/a National Grid

Luly E. Massaro, Commission Clerk
Standard Offer Quarterly Report
July 30, 2010
Page 2 of 2

analysis, the Company estimates that it has incurred an over collection of spot market expense of approximately \$750,000 for this period.

Thank you for your attention to this filing. If you have any questions regarding this Report, please do not hesitate to contact me at (401) 784-7667.

Very truly yours,



Thomas R. Teehan

Enclosures

cc: Docket 4011 Service List
Steve Scialabba, RI Division

Attachment 1

The Narragansett Electric Company
Report to the R.I.P.U.C.
Standard Offer Reconciliation

for the period
January 2010 through December 2010

Submitted: July 2010

**STANDARD OFFER SERVICE RECONCILIATION
LARGE CUSTOMER****Base Reconciliation**

Month	(Under)/Over Beginning Balance (a)	SOS Revenue (b)	SOS Expense (c)	Monthly (Under)/Over (d)	Adjustments (e)	(Under)/Over Ending Balance (f)	(Under)/Over Ending Balance w/ Unbilled (g)
Jan-10	\$0	\$5,053,109	\$12,339,588	(\$7,286,479)	(\$283,180)	(\$7,569,659)	(\$1,267,233)
Feb-10	(\$7,569,659)	\$11,458,956	\$11,417,198	\$41,757	\$0	(\$7,527,901)	(\$934,102)
Mar-10	(\$7,527,901)	\$11,988,727	\$12,244,187	(\$255,460)	\$0	(\$7,783,361)	(\$1,615,201)
Apr-10	(\$7,783,361)	\$11,214,837	\$10,366,763	\$848,074	\$0	(\$6,935,287)	(\$1,585,537)
May-10	(\$6,935,287)	\$9,726,819	\$10,501,508	(\$774,689)	\$0	(\$7,709,976)	(\$1,901,898)
Jun-10	(\$7,709,976)	\$10,560,141	\$0	\$10,560,141	\$0	\$2,850,165	
Jul-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Aug-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Sep-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Oct-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Nov-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Dec-10	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Jan-11	\$2,850,165	\$0	\$0	\$0	\$0	\$2,850,165	
Totals		\$60,002,588	\$56,869,243	\$3,133,345	(\$283,180)		(\$1,901,898)
Interest (1)							(\$31,635)
Ending Balance with Interest							(\$1,933,533)

$$(1) [(Beginning\ Balance\ \$0 + Ending\ Balance\ -\$1,901,898) \div 2] * [(3.66\% * 2/12) + (3.26\% * 10/12)]$$

Column Notes:

Column (a)	Column (f) from previous row
Column (b)	Page 2 Column (d)
Column (c)	Page 3 Column (d)
Column (d)	Column (b) - Column (c)
Column (e)	Jan 2010: Difference of estimated SO ending balance of -\$8,084,215 from Schedule JAL-2, Docket No. 4140 and actual ending balance of -\$8,562,536 multiplied by 39.1% (Large Customer kWh for the period Oct 2008 through Dec 2009 as a percentage of total SO kWhs for same period) Jan 2010: Difference of estimated LRS C&I ending balance of -\$231,251 from Schedule JAL-4, Docket No. 4140 and actual ending balance of -\$327,407
Column (f)	Column (a) + Column (d) + Column (e)
Column (g)	Column (f) + 55% of following month Column (b)

**STANDARD OFFER SERVICE RECONCILIATION
LARGE CUSTOMER**

<u>Revenue</u>		<u>SOS</u>	<u>HVM</u>	<u>Renewable</u>	<u>Total</u>
		<u>Revenues</u>	<u>Discount</u>	<u>Generation</u>	<u>Revenues</u>
		(a)	(b)	(c)	(d)
(1)	Jan-10	\$5,102,837	(\$2,902)	(\$46,826)	\$5,053,109
	Feb-10	\$11,503,189	(\$6,379)	(\$37,855)	\$11,458,956
	Mar-10	\$12,031,267	(\$6,192)	(\$36,348)	\$11,988,727
	Apr-10	\$11,244,830	(\$5,628)	(\$24,366)	\$11,214,837
	May-10	\$9,753,810	(\$5,219)	(\$21,772)	\$9,726,819
	Jun-10	\$10,577,596	(\$5,655)	(\$11,800)	\$10,560,141
	Jul-10	\$0	\$0	\$0	\$0
	Aug-10	\$0	\$0	\$0	\$0
	Sep-10	\$0	\$0	\$0	\$0
	Oct-10	\$0	\$0	\$0	\$0
	Nov-10	\$0	\$0	\$0	\$0
	Dec-10	\$0	\$0	\$0	\$0
(1)	Jan-11	\$0	\$0	\$0	\$0
		\$60,213,529	(\$31,974)	(\$178,967)	\$60,002,588

Column Notes:

- (a) monthly revenue report
 (b) monthly revenue report
 (c) monthly revenue report
 (d) Column (a) + Column (b) + Column (c)

(1) Calculation of Revenue Consumed Prior/After January 1

	01/01/2010	01/01/2011
Large Customer kWhs - January	146,802,172	
Large Customer SO Rate for prior month	\$0.09200	\$0.00000
Large Customer Revenue Based on Prior Month Rate	\$13,505,800	\$0
kWhs Consumed Prior to January	56.52%	0.00%
Revenue - kWhs consumed prior to January	\$7,633,478	\$0
Total Large Customer SO Revenue for January	\$12,736,315	\$0
Revenue - kWhs consumed after January	\$5,102,837	\$0

**STANDARD OFFER SERVICE RECONCILIATION
LARGE CUSTOMER****Expense**

<u>Month</u>	<u>Base Standard Offer Expense</u> (a)	<u>Supplier Reallocations</u> (b)	<u>Other</u> (c)	<u>Total</u> (d)
Jan-10	\$12,400,334	(\$60,746)	\$0	\$12,339,588
Feb-10	\$11,511,734	(\$94,536)	\$0	\$11,417,198
Mar-10	\$12,224,055	\$20,132	\$0	\$12,244,187
Apr-10	\$10,565,039	(\$198,277)	\$0	\$10,366,763
May-10	\$10,689,779	(\$188,271)	\$0	\$10,501,508
Jun-10	\$0	\$0	\$0	\$0
Jul-10	\$0	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0	\$0
Totals	\$57,390,941	(\$521,698)	\$0	\$56,869,243

Column Notes:

Column (a) from monthly Standard Offer invoices
Column (b) from monthly Standard Offer invoices
Column (c) from monthly Standard Offer invoices
Column (d) Column (a) + Column (b) + Column (c)

**STANDARD OFFER SERVICE RECONCILIATION
LARGE CUSTOMER****Standard Offer Adjustment Prior Period Over/(Under) Recovery****Incurred:** **October 2008 through December 2009**

	<u>Month</u>	Beginning Over/(Under) Recovery Balance (a)	Charge/ (Refund) (b)	Ending Over/(Under) Recovery Balance (c)	Interest Balance (d)	Monthly Interest Rate (e)	Monthly Interest (f)	Ending Over/(Under) Recovery w/ Interest (g)
(1)	Jan-10	(\$3,475,329)	\$0	(\$3,475,329)	(\$3,475,329)	3.660%	(\$10,600)	(\$3,485,929)
	Feb-10	(\$3,485,929)	\$0	(\$3,485,929)	(\$3,485,929)	3.660%	(\$10,632)	(\$3,496,561)
	Mar-10	(\$3,496,561)	\$86,717	(\$3,409,844)	(\$3,453,202)	3.260%	(\$9,381)	(\$3,419,225)
	Apr-10	(\$3,419,225)	\$202,625	(\$3,216,600)	(\$3,317,912)	3.260%	(\$9,014)	(\$3,225,614)
	May-10	(\$3,225,614)	\$183,871	(\$3,041,743)	(\$3,133,678)	3.260%	(\$8,513)	(\$3,050,256)
	Jun-10	(\$3,050,256)	\$202,373	(\$2,847,883)	(\$2,949,070)	3.260%	(\$8,012)	(\$2,855,895)
	Jul-10	(\$2,855,895)	\$0	(\$2,855,895)	(\$2,855,895)	3.260%	(\$7,759)	(\$2,863,653)
	Aug-10	(\$2,863,653)	\$0	(\$2,863,653)	(\$2,863,653)	3.260%	(\$7,780)	(\$2,871,433)
	Sep-10	(\$2,871,433)	\$0	(\$2,871,433)	(\$2,871,433)	3.260%	(\$7,801)	(\$2,879,234)
	Oct-10	(\$2,879,234)	\$0	(\$2,879,234)	(\$2,879,234)	3.260%	(\$7,822)	(\$2,887,056)
	Nov-10	(\$2,887,056)	\$0	(\$2,887,056)	(\$2,887,056)	3.260%	(\$7,843)	(\$2,894,899)
(2)	Dec-10	(\$2,894,899)	\$0	(\$2,894,899)	(\$2,894,899)	3.260%	(\$7,864)	(\$2,902,763)
	Jan-11	(\$2,902,763)	\$0	(\$2,902,763)	(\$2,902,763)	3.260%	(\$7,886)	(\$2,910,649)
	Feb-11	(\$2,910,649)	\$0	(\$2,910,649)	(\$2,910,649)	3.260%	(\$7,907)	(\$2,918,556)
	Mar-11	(\$2,918,556)	\$0	(\$2,918,556)	(\$2,918,556)	3.260%	(\$7,929)	(\$2,926,485)
	Apr-11	(\$2,926,485)	\$0	(\$2,926,485)	(\$2,926,485)	3.260%	(\$7,950)	(\$2,934,435)

(1) Reflects kWhs consumed after March 1st. 43.48%

(2) Reflects kWhs consumed prior to April 1st.

Column Notes:

- (a) Column (g) of previous row; beginning balance per Docket No. 4140, Schedule JAL-3, page 1 \$8,296,875 under recovery times 39.1%, plus Last Resort Service under recovery of \$231,251 per Schedule JAL-4 page 3.
- (b) from column (j)
- (c) Column (a) + Column (b)
- (d) (Column (a) + Column (c)) ÷ 2
- (e) Customer Deposit Rate
- (f) [Column (d) * Column (e)] ÷ 12
- (g) Column (c) + Column (f)

Standard Offer Adjustment Factor Revenue - Large Customer Group

<u>Month</u>	Standard Offer Adjustment Factor Revenue (h)	Renewable Generation Credit (i)	Total Standard Offer Adjustment Factor Revenue (j)
Jan-10	\$0	\$0	\$0
Feb-10	\$0	\$0	\$0
Mar-10	\$87,073	(\$356)	\$86,717
Apr-10	\$203,069	(\$444)	\$202,625
May-10	\$184,282	(\$411)	\$183,871
Jun-10	\$202,598	(\$226)	\$202,373
Jul-10	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0
Jan-11	\$0	\$0	\$0
Feb-11	\$0	\$0	\$0
Mar-11	\$0	\$0	\$0
Apr-11	\$0	\$0	\$0

Column Notes:

- (h) from Company reports
- (i) from Company reports
- (j) Column (h) + Column (i)

**STANDARD OFFER SERVICE RECONCILIATION
SMALL CUSTOMER****Base Reconciliation**

<u>Month</u>	(Under)/Over Beginning Balance (a)	SOS Revenue (b)	SOS Expense (c)	Monthly (Under)/Over (d)	Adjustments (e)	(Under)/Over Ending Balance (f)	(Under)/Over Ending Balance w/ Unbilled (g)
Jan-10	\$0	\$13,622,090	\$32,662,850	(\$19,040,759)	(\$286,508)	(\$19,327,268)	(\$3,960,664)
Feb-10	(\$19,327,268)	\$27,939,279	\$27,821,295	\$117,984	\$0	(\$19,209,284)	(\$4,703,944)
Mar-10	(\$19,209,284)	\$26,373,346	\$24,005,104	\$2,368,243	\$0	(\$16,841,042)	(\$3,748,408)
Apr-10	(\$16,841,042)	\$23,804,788	\$20,771,385	\$3,033,403	\$0	(\$13,807,639)	(\$1,628,854)
May-10	(\$13,807,639)	\$22,143,244	\$21,717,920	\$425,324	\$0	(\$13,382,314)	(\$230,454)
Jun-10	(\$13,382,314)	\$23,912,474	\$0	\$23,912,474	(\$822,839)	\$9,707,320	
Jul-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Aug-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Sep-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Oct-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Nov-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Dec-10	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Jan-11	\$9,707,320	\$0	\$0	\$0	\$0	\$9,707,320	
Totals		\$137,795,220	\$126,978,552	\$10,816,668	(\$1,109,347)		(\$230,454)
Interest (1)							(\$3,833)
Ending Balance with Interest							(\$234,287)

(1) $[(\text{Beginning Balance } \$0 + \text{Ending Balance } -\$230,454) \div 2] * [(3.66\% * 2/12) + (3.26\% * 10/12)]$

Column Notes:

Column (a)	Column (f) from previous row
Column (b)	Page 6 Column (c)
Column (c)	Page 7 Column (e)
Column (d)	Column (b) - Column (c)
Column (e)	Jan 2010: Difference of estimated SO ending balance of -\$8,084,215 from Schedule JAL-2, Docket No. 4140 and actual ending balance of -\$8,562,536 multiplied by 60.1% (Small Customer kWh for the period Oct 2008 through Dec 2009 as a percentage of total SO kWhs for same period) Jan 2010: Difference of estimated Residential LRS ending balance of \$40,126 from Schedule JAL-4, Docket No. 4140 and actual ending balance of \$44,915 June 2010 includes \$822,839 adjustment for the Standard Offer Service piece of \$1,191,348.92 customer billing adjustment.
Column (f)	Column (a) + Column (d) + Column (e)
Column (g)	Column (f) + 55% of following month Column (b)

**STANDARD OFFER SERVICE RECONCILIATION
SMALL CUSTOMER**

<u>Revenue</u>		SOS	Renewable	Total
		<u>Revenues</u>	<u>Credits</u>	<u>Revenues</u>
		(a)	(b)	(c)
(1)	Jan-10	\$13,622,122	(31)	13,622,090
	Feb-10	\$27,939,356	(77)	27,939,279
	Mar-10	\$26,373,457	(111)	26,373,346
	Apr-10	\$23,805,307	(519)	23,804,788
	May-10	\$22,143,929	(685)	22,143,244
	Jun-10	\$23,913,308	(834)	23,912,474
	Jul-10	\$0	0	0
	Aug-10	\$0	0	0
	Sep-10	\$0	0	0
	Oct-10	\$0	0	0
	Nov-10	\$0	0	0
	Dec-10	\$0	0	0
(1)	Jan-11	\$0	0	0
		\$137,797,479	(\$2,259)	\$137,795,220

Column Notes:

(a) monthly revenue report

(b) monthly revenue report

(c) Column (a) + Column (b)

(1) Calculation of Revenue Consumed Prior/After January 1

	01/01/2010	01/01/2011
Small Customer kWhs - January	341,187,045	
SO Rate for prior month	\$0.09200	\$0.00000
Small Customer Revenue Based on Prior Month Rate	\$31,389,208	\$0
kWhs Consumed Prior to January	56.52%	0.00%
Revenue - kWhs consumed prior to January	\$17,741,180	\$0
Total Small Customer SO Revenue for January	\$31,363,302	\$0
Revenue - kWhs consumed after January	\$13,622,122	\$0

STANDARD OFFER SERVICE RECONCILIATION
SMALL CUSTOMERExpense

<u>Month</u>	<u>Base Standard Offer Expense</u> (a)	<u>Supplier Reallocations</u> (b)	<u>Other</u> (c)	<u>Spot Mrkt Purchases</u> (d)	<u>Total</u> (e)
Jan-10	\$31,078,119	(\$123,807)	\$0	\$1,708,538	\$32,662,850
Feb-10	\$27,030,088	(\$165,096)	\$0	\$956,303	\$27,821,295
Mar-10	\$23,202,724	\$38,131	\$0	\$764,249	\$24,005,104
Apr-10	\$20,310,163	(\$401,757)	\$0	\$862,979	\$20,771,385
May-10	\$21,276,360	(\$437,567)	\$0	\$879,127	\$21,717,920
Jun-10	\$0	\$0	\$0	\$0	\$0
Jul-10	\$0	\$0	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0	\$0	\$0
Totals	\$122,897,453	(\$1,090,096)	\$0	\$5,171,196	\$126,978,552

Column Notes:

Column (a)	from monthly Standard Offer invoices
Column (b)	from monthly Standard Offer invoices
Column (c)	from monthly Standard Offer invoices
Column (d)	from ISO monthly bill
Column (e)	Column (a) + Column (b) + Column (c) + Column (d)

STANDARD OFFER SERVICE RECONCILIATION
SMALL CUSTOMERStandard Offer Adjustment Prior Period Over/(Under) RecoveryIncurred: October 2008 through December 2009

	Month	Beginning Over/(Under) Recovery Balance (a)	Charge/ (Refund) (b)	Ending Over/(Under) Recovery Balance (c)	Interest Balance (d)	Monthly Interest Rate (e)	Monthly Interest (f)	Ending Over/(Under) Recovery w/ Interest (g)
(1)	Jan-10	(\$5,012,671)	\$0	(\$5,012,671)	(\$5,012,671)	3.660%	(\$15,289)	(\$5,027,960)
	Feb-10	(\$5,027,960)	\$0	(\$5,027,960)	(\$5,027,960)	3.660%	(\$15,335)	(\$5,043,295)
	Mar-10	(\$5,043,295)	\$161,787	(\$4,881,508)	(\$4,962,401)	3.260%	(\$13,481)	(\$4,894,989)
	Apr-10	(\$4,894,989)	\$343,677	(\$4,551,312)	(\$4,723,151)	3.260%	(\$12,831)	(\$4,564,144)
	May-10	(\$4,564,144)	\$319,908	(\$4,244,235)	(\$4,404,189)	3.260%	(\$11,965)	(\$4,256,200)
	Jun-10	(\$4,256,200)	\$347,768	(\$3,908,432)	(\$4,082,316)	3.260%	(\$11,090)	(\$3,919,522)
	Jul-10	(\$3,919,522)	\$0	(\$3,919,522)	(\$3,919,522)	3.260%	(\$10,648)	(\$3,930,170)
	Aug-10	(\$3,930,170)	\$0	(\$3,930,170)	(\$3,930,170)	3.260%	(\$10,677)	(\$3,940,847)
	Sep-10	(\$3,940,847)	\$0	(\$3,940,847)	(\$3,940,847)	3.260%	(\$10,706)	(\$3,951,553)
	Oct-10	(\$3,951,553)	\$0	(\$3,951,553)	(\$3,951,553)	3.260%	(\$10,735)	(\$3,962,288)
	Nov-10	(\$3,962,288)	\$0	(\$3,962,288)	(\$3,962,288)	3.260%	(\$10,764)	(\$3,973,052)
	Dec-10	(\$3,973,052)	\$0	(\$3,973,052)	(\$3,973,052)	3.260%	(\$10,793)	(\$3,983,846)
(2)	Jan-11	(\$3,983,846)	\$0	(\$3,983,846)	(\$3,983,846)	3.260%	(\$10,823)	(\$3,994,669)
	Feb-11	(\$3,994,669)	\$0	(\$3,994,669)	(\$3,994,669)	3.260%	(\$10,852)	(\$4,005,521)
	Mar-11	(\$4,005,521)	\$0	(\$4,005,521)	(\$4,005,521)	3.260%	(\$10,882)	(\$4,016,402)
	Apr-11	(\$4,016,402)	\$0	(\$4,016,402)	(\$4,016,402)	3.260%	(\$10,911)	(\$4,027,314)

(1) Reflects kWhs consumed after March 1st. 43.48%

(2) Reflects kWhs consumed prior to April 1st.

Column Notes:

- (a) Column (g) of previous row; beginning balance per Docket No. 4140, Schedule JAL-3, page 1 \$8,296,875 under recovery times 60.9%, minus Last Resort Service over recovery of \$40,126 per Schedule JAL-4 page 2.
- (b) from column (j)
- (c) Column (a) + Column (b)
- (d) (Column (a) + Column (c)) ÷ 2
- (e) Customer Deposit Rate
- (f) [Column (d) * Column (e)] ÷ 12
- (g) Column (c) + Column (f)

Standard Offer Adjustment Factor Revenue - Small Customer Group

Month	Standard Offer Adjustment Factor Revenue (h)	Renewable Generation Credit (i)	Total Standard Offer Adjustment Factor Revenue (j)
Jan-10	\$0	\$0	\$0
Feb-10	\$0	\$0	\$0
Mar-10	\$161,788	(\$1)	\$161,787
Apr-10	\$343,684	(\$7)	\$343,677
May-10	\$319,918	(\$10)	\$319,908
Jun-10	\$347,780	(\$12)	\$347,768
Jul-10	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0
Jan-11	\$0	\$0	\$0
Feb-11	\$0	\$0	\$0
Mar-11	\$0	\$0	\$0
Apr-11	\$0	\$0	\$0

Column Notes:

- (h) from Company reports
- (i) from Company reports
- (j) Column (h) + Column (i)

**STANDARD OFFER SERVICE RECONCILIATION
TOTAL****Base Reconciliation**

<u>Month</u>	(Under)/Over Beginning Balance (a)	SOS Revenue (b)	SOS Expense (c)	Monthly (Under)/Over (d)	Adjustments (e)	(Under)/Over Ending Balance (f)	(Under)/Over Ending Balance w/ Unbilled (g)
Jan-10	\$0	\$18,675,199	\$45,002,437	(\$26,327,238)	(\$569,688)	(\$26,896,926)	(5,227,897)
Feb-10	(\$26,896,926)	\$39,398,234	\$39,238,493	\$159,741	\$0	(\$26,737,185)	(5,638,045)
Mar-10	(\$26,737,185)	\$38,362,073	\$36,249,290	\$2,112,782	\$0	(\$24,624,403)	(5,363,609)
Apr-10	(\$24,624,403)	\$35,019,625	\$31,138,147	\$3,881,477	\$0	(\$20,742,926)	(3,214,391)
May-10	(\$20,742,926)	\$31,870,063	\$32,219,428	(\$349,365)	\$0	(\$21,092,290)	(2,132,352)
Jun-10	(\$21,092,290)	\$34,472,615	\$0	\$34,472,615	(\$822,839)	\$12,557,485	
Jul-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Aug-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Sep-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Oct-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Nov-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Dec-10	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Jan-11	\$12,557,485	\$0	\$0	\$0	\$0	\$12,557,485	
Totals		\$197,797,808	\$183,847,796	\$13,950,012	(\$1,392,527)		(2,132,352)
Interest (1)							(\$35,468)
Ending Balance with Interest							(\$2,167,820)

$$(1) [(\text{Beginning Balance } \$0 + \text{Ending Balance } -\$2,132,352) \div 2] * [(3.66\% * 2/12) + (3.26\% * 10/12)]$$

Column Notes:

Column (a)	Column (f) from previous row
Column (b)	Page 1 Column (b) + Page 5 Column (b)
Column (c)	Page 1 Column (c) + Page 5 Column (c)
Column (d)	Column (b) - Column (c)
Column (e)	Page 1 Column (e) + Page 5 Column (e)
Column (f)	Column (a) + Column (d) + Column (e)
Column (g)	Column (f) + 55% of following month Column (b)

**STANDARD OFFER SERVICE RECONCILIATION
TOTAL**

<u>Revenue</u>	SOS <u>Revenues</u> (a)	HVM <u>Discount</u> (b)	Renewable Generation <u>Credits</u> (c)	Total <u>Revenues</u> (d)
Jan-10	\$18,724,959	(\$2,902)	(\$46,858)	18,675,199
Feb-10	\$39,442,545	(\$6,379)	(\$37,932)	39,398,234
Mar-10	\$38,404,724	(\$6,192)	(\$36,460)	38,362,073
Apr-10	\$35,050,137	(\$5,628)	(\$24,885)	35,019,625
May-10	\$31,897,739	(\$5,219)	(\$22,457)	31,870,063
Jun-10	\$34,490,904	(\$5,655)	(\$12,634)	34,472,615
Jul-10	\$0	\$0	\$0	0
Aug-10	\$0	\$0	\$0	0
Sep-10	\$0	\$0	\$0	0
Oct-10	\$0	\$0	\$0	0
Nov-10	\$0	\$0	\$0	0
Dec-10	\$0	\$0	\$0	0
Jan-11	\$0	\$0	\$0	0
	\$198,011,008	(\$31,974)	(\$181,226)	\$197,797,808

Column Notes:

(a) monthly revenue report

(b) monthly revenue report

(c) monthly revenue report

(d) Column (a) + Column (b) + Column (c)

**STANDARD OFFER SERVICE RECONCILIATION
TOTAL****Expense**

<u>Month</u>	<u>Base Standard Offer Expense</u> (a)	<u>Supplier Reallocations</u> (b)	<u>Other</u> (c)	<u>Spot Mkt Purchases</u> (d)	<u>Total</u> (e)
Jan-10	\$43,478,453	(\$184,553)	\$0	\$1,708,538	\$45,002,437
Feb-10	\$38,541,822	(\$259,632)	\$0	\$956,303	\$39,238,493
Mar-10	\$35,426,778	\$58,263	\$0	\$764,249	\$36,249,290
Apr-10	\$30,875,202	(\$600,034)	\$0	\$862,979	\$31,138,147
May-10	\$31,966,139	(\$625,838)	\$0	\$879,127	\$32,219,428
Jun-10	\$0	\$0	\$0	\$0	\$0
Jul-10	\$0	\$0	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0	\$0	\$0
Totals	\$180,288,394	(\$1,611,794)	\$0	\$5,171,196	\$183,847,796

Column Notes:

Column (a)	from monthly Standard Offer invoices
Column (b)	from monthly Standard Offer invoices
Column (c)	from monthly Standard Offer invoices
Column (d)	from ISO monthly bill
Column (e)	Column (a) + Column (b) + Column (c) + Column (d)

**STANDARD OFFER SERVICE RECONCILIATION
TOTAL****Standard Offer Adjustment Prior Period Over/(Under) Recovery****Incurred:** **October 2008 through December 2009**

	Month	Beginning Over/(Under) Recovery Balance (a)	Charge/ (Refund) (b)	Ending Over/(Under) Recovery Balance (c)	Interest Balance (d)	Monthly Interest Rate (e)	Monthly Interest (f)	Ending Over/(Under) Recovery w/ Interest (g)
(1)	Jan-10	(\$8,488,000)	\$0	(\$8,488,000)	(\$8,488,000)	3.660%	(\$25,888)	(\$8,513,888)
	Feb-10	(\$8,513,888)	\$0	(\$8,513,888)	(\$8,513,888)	3.660%	(\$25,967)	(\$8,539,856)
	Mar-10	(\$8,539,856)	\$248,504	(\$8,291,351)	(\$8,415,604)	3.260%	(\$22,862)	(\$8,314,214)
	Apr-10	(\$8,314,214)	\$546,301	(\$7,767,912)	(\$8,041,063)	3.260%	(\$21,845)	(\$7,789,757)
	May-10	(\$7,789,757)	\$503,779	(\$7,285,978)	(\$7,537,868)	3.260%	(\$20,478)	(\$7,306,456)
	Jun-10	(\$7,306,456)	\$550,141	(\$6,756,315)	(\$7,031,386)	3.260%	(\$19,102)	(\$6,775,417)
	Jul-10	(\$6,775,417)	\$0	(\$6,775,417)	(\$6,775,417)	3.260%	(\$18,407)	(\$6,793,824)
	Aug-10	(\$6,793,824)	\$0	(\$6,793,824)	(\$6,793,824)	3.260%	(\$18,457)	(\$6,812,280)
	Sep-10	(\$6,812,280)	\$0	(\$6,812,280)	(\$6,812,280)	3.260%	(\$18,507)	(\$6,830,787)
	Oct-10	(\$6,830,787)	\$0	(\$6,830,787)	(\$6,830,787)	3.260%	(\$18,557)	(\$6,849,344)
	Nov-10	(\$6,849,344)	\$0	(\$6,849,344)	(\$6,849,344)	3.260%	(\$18,607)	(\$6,867,951)
	Dec-10	(\$6,867,951)	\$0	(\$6,867,951)	(\$6,867,951)	3.260%	(\$18,658)	(\$6,886,609)
(2)	Jan-11	(\$6,886,609)	\$0	(\$6,886,609)	(\$6,886,609)	3.260%	(\$18,709)	(\$6,905,318)
	Feb-11	(\$6,905,318)	\$0	(\$6,905,318)	(\$6,905,318)	3.260%	(\$18,759)	(\$6,924,077)
	Mar-11	(\$6,924,077)	\$0	(\$6,924,077)	(\$6,924,077)	3.260%	(\$18,810)	(\$6,942,888)
	Apr-11	(\$6,942,888)	\$0	(\$6,942,888)	(\$6,942,888)	3.260%	(\$18,862)	(\$6,961,749)

- (1) Reflects kWhs consumed after March 1st. 43.48%
- (2) Reflects kWhs consumed prior to March 1st.

Column Notes:

- (a) Column (g) of previous row; beginning balance per Docket No. 4140, Schedule JAL-3, page 1 \$8,296,875 plus Last Resort Service under recovery of \$191,126 per Schedule JAL-4 page 1.
- (b) page 4 Column (b) + page 8 Column (b) (see Column (j) below)
- (c) Column (a) + Column (b)
- (d) (Column (a) + Column (c)) ÷ 2
- (e) Customer Deposit Rate
- (f) [Column (d) * Column (e)] ÷ 12
- (g) Column (c) + Column (f)

Standard Offer Adjustment Factor Revenue

Month	Standard Offer Adjustment Factor Revenue (h)	Renewable Generation Credit (i)	Total Standard Offer Adjustment Factor Revenue (j)
Jan-10	\$0	\$0	\$0
Feb-10	\$0	\$0	\$0
Mar-10	\$248,861	(\$356)	\$248,504
Apr-10	\$546,753	(\$452)	\$546,301
May-10	\$504,200	(\$421)	\$503,779
Jun-10	\$550,379	(\$238)	\$550,141
Jul-10	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0
Jan-11	\$0	\$0	\$0
Feb-11	\$0	\$0	\$0
Mar-11	\$0	\$0	\$0
Apr-11	\$0	\$0	\$0

Column Notes:

- (h) from Company reports
- (i) from Company reports
- (j) Column (h) + Column (i)

Attachment 2

The Narragansett Electric Company
Report to the R.I.P.U.C.

Standard Offer Service Administrative Cost Adjustment Reconciliation

for the period
January 2010 through December 2010

Submitted: July 2010

STANDARD OFFER SERVICE ADMINISTRATIVE COST ADJUSTMENT
Large Customer Group

<u>Month</u>	<u>(Under)/Over Beginning Balance</u> (a)	<u>Total SOS Admin. Cost Adj. Revenue</u> (b)	<u>SOS Admin. Expense</u> (c)	<u>Monthly (Under)/Over</u> (d)	<u>Adjustments</u> (e)	<u>(Under)/Over Ending Balance</u> (f)
Jan-10	\$0	\$0	\$88,266	(\$88,266)		(\$88,266)
Feb-10	(\$88,266)	\$0	\$148,698	(\$148,698)		(\$236,964)
Mar-10	(\$236,964)	\$61,424	\$153,621	(\$92,197)		(\$329,161)
Apr-10	(\$329,161)	\$143,526	\$146,345	(\$2,819)		(\$331,980)
May-10	(\$331,980)	\$130,242	\$132,040	(\$1,798)		(\$333,777)
Jun-10	(\$333,777)	\$143,347	\$138,798	\$4,549		(\$329,228)
Jul-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Aug-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Sep-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Oct-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Nov-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Dec-10	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Jan-11	(\$329,228)	\$0	\$0	\$0		(\$329,228)
Totals	\$0	\$478,540	\$807,769	(\$329,228)	\$0	(\$329,228)
Interest (1)						(\$5,476)
Ending Balance with Interest						(\$334,704)

(1) $[(\text{Beginning Balance } \$0 + \text{Ending Balance } -\$329,228) \div 2] * [(3.66\% \text{ } 2/12)] * [(3.26\% \text{ } 10/12)]$

Column Notes:

Column (a)	Column (f) from previous row
Column (b)	from Company revenue reports
Column (c)	from page 2
Column (d)	Column (b) - Column (c)
Column (e)	
Column (f)	Column (a) + Column (d) + Column (e)

STANDARD OFFER SERVICE ADMINISTRATIVE COST ADJUSTMENT
Large Customer Group**Expense**

<u>Month</u>	<u>Uncollectible Expense</u> (a)	<u>GIS</u> (b)	<u>CWC</u> (c)	<u>Other Admin</u> (d)	<u>Total</u> (e)
Jan-10	\$47,499	\$1,234	\$34,989	\$4,545	\$88,266
Feb-10	\$107,714	\$1,451	\$34,989	\$4,545	\$148,698
Mar-10	\$112,694	\$1,394	\$34,989	\$4,545	\$153,621
Apr-10	\$105,419	\$1,393	\$34,989	\$4,545	\$146,345
May-10	\$91,432	\$1,075	\$34,989	\$4,545	\$132,040
Jun-10	\$99,265	\$0	\$34,989	\$4,545	\$138,798
Jul-10	\$0	\$0	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0	\$0	\$0
Jan-11	\$0				
Totals	\$564,024	\$6,546	\$209,931	\$27,268	\$597,838

Column Notes:

Column (a) Attachment 1, Page 1 Column (b) * .94%
Column (b) from ISO monthly bill
Column (c) Estimated per Schedule NG-RLO-6 Amended, page 2, Docket No. 4065
Column (d) Estimated per Schedule NG-RLO-6 Amended, page 2, Docket No. 4065
Column (e) Column (a) + Column (b) + Column (c) + Column (d)

STANDARD OFFER SERVICE ADMINISTRATIVE COST ADJUSTMENT
Small Customer Group

<u>Month</u>	<u>(Under)/Over Beginning Balance</u> (a)	<u>Total SOS Admin. Cost Adj. Revenue</u> (b)	<u>SOS Admin. Expense</u> (c)	<u>Monthly (Under)/Over</u> (d)	<u>Adjustments</u> (e)	<u>(Under)/Over Ending Balance</u> (f)
Jan-10	\$0	\$0	\$214,778	(\$214,778)		(\$214,778)
Feb-10	(\$214,778)	\$0	\$349,629	(\$349,629)		(\$564,406)
Mar-10	(\$564,406)	\$141,258	\$334,108	(\$192,849)		(\$757,256)
Apr-10	(\$757,256)	\$300,074	\$310,020	(\$9,946)		(\$767,202)
May-10	(\$767,202)	\$279,317	\$293,834	(\$14,517)		(\$781,719)
Jun-10	(\$781,719)	\$303,652	\$308,242	(\$4,590)		(\$786,310)
Jul-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Aug-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Sep-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Oct-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Nov-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Dec-10	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Jan-11	(\$786,310)	\$0	\$0	\$0		(\$786,310)
Totals	(\$564,406)	\$1,024,300	\$1,246,204	(\$221,903)	\$0	(\$786,310)
Interest (1)						(\$13,079)
Ending Balance with Interest						(\$799,389)

(1) $[(\text{Beginning Balance } \$0 + \text{Ending Balance } -\$786,310) \div 2] * [(3.66\% \ 2/12)] * [(3.26\% \ 10/12)]$

Column Notes:

Column (a) Column (f) from previous row
Column (b) from Company revenue reports
Column (c) from page 4
Column (d) Column (b) - Column (c)
Column (e)
Column (f) Column (a) + Column (d) + Column (e)

STANDARD OFFER SERVICE ADMINISTRATIVE COST ADJUSTMENT
Small Customer Group**Expense**

<u>Month</u>	<u>Uncollectible Expense</u> (a)	<u>GIS</u> (b)	<u>CWC</u> (c)	<u>Other Admin</u> (d)	<u>Total</u> (e)
Jan-10	\$128,048	\$3,265	\$74,995	\$8,470	\$214,778
Feb-10	\$262,629	\$3,535	\$74,995	\$8,470	\$349,629
Mar-10	\$247,909	\$2,734	\$74,995	\$8,470	\$334,108
Apr-10	\$223,765	\$2,790	\$74,995	\$8,470	\$310,020
May-10	\$208,146	\$2,223	\$74,995	\$8,470	\$293,834
Jun-10	\$224,777	\$0	\$74,995	\$8,470	\$308,242
Jul-10	\$0	\$0	\$0	\$0	\$0
Aug-10	\$0	\$0	\$0	\$0	\$0
Sep-10	\$0	\$0	\$0	\$0	\$0
Oct-10	\$0	\$0	\$0	\$0	\$0
Nov-10	\$0	\$0	\$0	\$0	\$0
Dec-10	\$0	\$0	\$0	\$0	\$0
Jan-11	\$0				
Totals	\$1,295,275	\$14,546	\$449,970	\$50,819	\$1,360,640

Column Notes:

Column (a) Attachment 1, Page 5 Column (b) * .94%
Column (b) from ISO monthly bill
Column (c) Estimated per Schedule NG-RLO-6 Amended, page 2, Docket No. 4065
Column (d) Estimated per Schedule NG-RLO-6 Amended, page 2, Docket No. 4065
Column (e) Column (a) + Column (b) + Column (c) + Column (d)

Attachment 3

The Narragansett Electric Company
Report to the R.I.P.U.C.
Renewable Energy Standard Reconciliation

for the period
January 2010 through December 2010

Submitted: July 2010

RENEWABLE ENERGY STANDARD RECONCILIATION

Month	Over(Under) Beginning Balance (a)	RES Revenue (b)	RES Expense (c)	Monthly Over(Under) (d)	Over(Under) Ending Monthly Balance (e)	(Under)/Over Ending Balance w/ Unbilled (f)
	Oct-2009	1,482,761	\$228,175	-	\$228,175	\$1,710,936
	Nov-2009	\$1,710,936	\$362,055	-	\$362,055	\$2,072,991
	Dec-2009	\$2,072,991	\$408,890	857,123	(\$448,233)	\$1,624,757
(1)	Jan-2010	\$1,624,757	\$476,115	\$26,894	\$449,221	\$2,073,978
	Feb-2010	\$2,073,978	\$416,742	\$725,565	(\$308,823)	\$1,765,155
	Mar-2010	\$1,765,155	\$458,091	\$13,750	\$444,341	\$2,209,496
	Apr-2010	\$2,209,496	\$489,990	\$458,736	\$31,254	\$2,240,750
	May-2010	\$2,240,750	\$451,008	\$24,300	\$426,708	\$2,667,457
	Jun-2010	\$2,667,457	\$492,071	\$0	\$492,071	\$3,159,528
	Jul-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
	Aug-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
	Sep-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
	Oct-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
	Nov-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
	Dec-2010	\$3,159,528	\$0	\$0	\$0	\$3,159,528
(2)	Jan-2011	\$3,159,528	\$0	\$0	\$0	\$4,690,737
Totals		\$1,624,757	\$2,784,016	\$1,249,245	\$1,534,771	\$3,159,528
Interest (3)						\$79,579
Ending Balance with Interest						\$3,239,107

(1) Reflects kWhs consumption after January 1st.

(2) Reflects kWhs consumption prior to January 1st.

(3) Interest expense calculation: $(\$1,624,757 + \$3,159,528)/2 * ((3.66\% * 2/12) + (3.26\% * 10/12))$

Column Notes:

Column (a)	Column (e) from previous row; beginning balance from RIPUC Docket No. 4140, Schedule JAL-6, page 1
Column (b)	from monthly revenue reports
Column (c)	from Invoices
Column (d)	Column (b) - Column (c)
Column (e)	Column (a) + Column (d)
Column (f)	Column (e) + 55% of following month Column (b)