

nationalgrid

RECEIVED Thomas R Teehan  
Senior Counsel - Rhode Island

2011 FEB -4 PM 3:51

PUBLIC UTILITIES COMMISSION

February 4, 2011

**VIA HAND DELIVERY & ELECTRONIC MAIL**

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

**RE: Docket 4209 Energy Efficiency Program Plan for 2011  
Responses to Commission Data Requests – Set 3**

Dear Ms. Massaro:

On behalf of National Grid<sup>1</sup>, enclosed please find ten (10) copies of the Company's responses to the Commission's Third Set of Data Requests issued on January 27, 2011, in the above-referenced proceeding.

Thank you for your attention to this matter. If you have any questions regarding this revision, please feel free to contact me at (401) 784-7667.

Very truly yours,



Thomas R. Teehan

Enclosures

Cc: Docket 4209 Service List  
Leo Wold, Esq.  
Steve Scialabba, Division

<sup>1</sup> The Narragansett Electric Company d/b/a National Grid ("Company").

Commission 3-1

Request:

Please update table G-4 attached to the "Revised Budget for Gas Efficiency Programs" which was filed with the Commission on January 21<sup>st</sup> as follows:

- a. Add a column that presents the Proposed 2011 Budget as originally filed.
- b. Add a column that presents the difference in dollars between the 2011 budget as originally filed and the revised 2011 budget.
- c. Add a column that presents the percentage difference between the 2011 budget as originally filed and the revised 2011 budget.
- d. For each budget decrease identified in (a) & (b) above, please explain how the amount of the decrease was determined (given that a uniform across the board percentage decrease was not employed).

Response:

a – c. Please see the attached table (Attachment 3-1 ). The budget originally filed on November 1, 2010, was revised in a filing on December 6, 2010. That revised budget, the Revised Original Proposed Budget 2011, is reflected in column A of Attachment 1-1.

d. On January 21, 2011, the Company filed the Compliance Proposed Budget 2011 to reflect the Commission's decision in this docket limiting funding for the gas energy efficiency programs to \$0.15/dkthm. Overall, in the Compliance Proposed Budget 2011 gas energy efficiency program funding was reduced by 66% from the Revised Original Proposed Budget 2011.

The compliance-filing budget was created by initially reducing each sector by 66%. Within sectors, decisions about program budgets were based on how to best serve customers with energy efficiency projects. In the Non-Low Income Residential sector, the Comprehensive Marketing program was cut entirely because it would increase participation beyond what the compliance budget could support. The Residential Products Pilot program was reduced by 80% in order to reallocate those funds to residential program with higher customer demand, like HEHE or EnergyWise.

Commission 3-1 (cont.)

In the C&I sector, the Comprehensive Marketing was eliminated because it would likely increase participation beyond what the compliance budget could support. The Direct Install program was eliminated in order to reallocate those funds to programs that have higher customer demand and create more energy savings, such as C&I Retrofit.

Prepared by or under the supervision of: Jeremy Newberger

Commission 3-2

Request:

Please confirm that the other parties to the original settlement agree with the company's modifications to the budget. (Please note, this question is not asking if the parties agree with the Commission's decision to limit funding to \$0.15 per dekatherm, rather it is asking if the parties agree to the changes made by the company given the constraints of a \$0.15 per dekatherm funding mechanism.)

Response:

The Company confirmed with all parties that they support the Company's modifications to the budget.

Prepared by or under the supervision of: Jeremy Newberger

	A			B	C	
	Compliance Proposed Budget 2011	Approved Budget 2010	Change Compared to 2010	Revised Original Proposed Budget 2011	Percentage Difference	
<b>Non-Low Income Residential</b>						
Residential High-Efficiency Heating Equipment	\$ 1,002.4	\$ 479.8	\$ 522.5	\$ 2,734.7	\$ 1,732.3	63.3%
Energy Wise	\$ 721.2	\$ 825.8	\$ (104.6)	\$ 2,104.4	\$ 1,383.2	65.7%
Residential Products Pilot	\$ 25.8	\$ 29.1	\$ (3.3)	\$ 130.2	\$ 104.5	80.2%
EERMC - Residential	\$ 43.4	\$ 52.3	\$ (8.9)	\$ 131.5	\$ 88.1	67.0%
Comprehensive Marketing - Residential	\$ -	\$ -	\$ -	\$ 241.3	\$ 241.3	100.0%
<b>Subtotal - Non-Low Income Residential</b>	<b>\$ 1,792.7</b>	<b>\$ 1,413.3</b>	<b>\$ 379.4</b>	<b>\$ 5,100.9</b>	<b>\$ 3,308.1</b>	<b>64.9%</b>
<b>Low Income Residential</b>						
Low Income	\$ 629.8	\$ 368.2	\$ 261.6	\$ 1,876.9	\$ 1,247.1	66.4%
<b>Subtotal - Low Income Residential</b>	<b>\$ 629.8</b>	<b>\$ 368.2</b>	<b>\$ 261.6</b>	<b>\$ 1,876.9</b>	<b>\$ 1,247.1</b>	<b>66.4%</b>
<b>Commercial &amp; Industrial<sup>1</sup></b>						
Large Commercial New Construction	\$ 507.2	NA	NA	\$ 1,446.3	\$ 939.1	64.9%
Large Commercial Retrofit	\$ 700.7	NA	NA	\$ 1,765.3	\$ 1,064.5	60.3%
Small Business Direct Install	\$ -	NA	NA	\$ 174.9	\$ 174.9	100.0%
EERMC - C&I	\$ 24.4	\$ 55.9	\$ (31.5)	\$ 73.8	\$ 49.4	67.0%
Comprehensive Marketing - C&I	\$ -	\$ -	\$ -	\$ 35.3	\$ 35.3	100.0%
<b>Subtotal Commercial &amp; Industrial</b>	<b>\$ 1,232.3</b>	<b>\$ 2,620.8</b>	<b>\$ (1,388.5)</b>	<b>\$ 3,460.3</b>	<b>\$ 2,228.0</b>	<b>64.4%</b>
<b>Other Expense Items</b>						
Company Incentive	\$ 162.4	\$ 197.0	\$ (34.6)	\$ 476.3	\$ 313.9	65.9%
Program Design, Evaluation and Planning	\$ 104.1	\$ 180.0	\$ (75.9)	\$ 315.5	\$ 211.4	67.0%
<b>Subtotal Other Items</b>	<b>\$ 266.5</b>	<b>\$ 377.0</b>	<b>\$ (110.5)</b>	<b>\$ 791.8</b>	<b>\$ 525.3</b>	<b>66.3%</b>
<b>TOTAL BUDGET</b>	<b>\$ 3,921.3</b>	<b>\$ 4,779.3</b>	<b>\$ (858.0)</b>	<b>\$ 11,506.4</b>	<b>\$ 7,585.1</b>	<b>65.9%</b>

**Notes:**

- A. Revised Original Proposed Budget from Gas Revisions, filed December 6, 2010
- B. Difference = Revised Original Proposed Budget - Compliance Proposed Budget
- C. Percentage Difference = Difference/Revised Original Proposed Budget