

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
PUBLIC UTILITIES COMMISSION

IN RE: NATIONAL GRID'S PROPOSED :
2012 STANDARD OFFER SUPPLY PROCUREMENT : DOCKET NO. 4227
PLAN AND 2012 RENEWABLE ENERGY SUPPLY :
PROCUREMENT PLAN :

ORDER

WHEREAS, On May 21, 2012, The Narragansett Electric Company d/b/a National Grid ("NGrid") filed with the Public Utilities Commission ("Commission") its Rate Schedule for Standard Offer Service ("SOS") for the period commencing July 1, 2012; and

WHEREAS, The proposed Fixed Price Option available to the Commercial Group would decrease from 7.556 cents per kWh to 5.969 cents per kWh or a decrease of 1.587 cents per kWh, reflecting the weighted cost of the SOS contracts of 5.67 cents per kWh, the Standard Offer Adjustment Factor of 0.184 cents per kWh, previously approved by the Commission, and the SOS Administrative Cost Factor of 0.115 cents per kWh, previously approved by the Commission; and

WHEREAS, The proposed Variable Price Option available to the Commercial Group reflects the monthly pricing in the SOS contracts ranging from 5.590 cents per kWh to 6.846 cents per kWh, including the Standard Offer Adjustment Factor of 0.184 cents per kWh, previously approved by the Commission, and the SOS Administrative Cost Factor of 0.115 cents per kWh, previously approved by the Commission; and

WHEREAS, The proposed Variable Price Option available to the Industrial Group reflects the monthly pricing in the SOS contracts ranging from 4.446 cents per kWh to 4.507 cents per kWh, including the Standard Offer Adjustment Factor of (0.332)

cents per kWh, previously approved by the Commission, and the SOS Administrative Cost Factor of 0.100 cents per kWh, previously approved by the Commission; and

WHEREAS, The proposed Rate Schedule applicable to the Residential Group shows a decrease from 7.629 cents per kWh to 6.674 cents per kWh or a decrease of 0.955 cents per kWh, reflecting the weighted cost of the SOS contracts of 6.537 cents per kWh, the Standard Offer Adjustment Factor of 0.016 cents per kWh, previously approved by the Commission, and the SOS Administrative Cost Factor of 0.121 cents per kWh, previously approved by the Commission; and

WHEREAS, The Rate Schedule for Standard Offer Service includes language regarding the calculation of the Billing Adjustment When Leaving Standard Offer Service for those taking service under the Fixed Price Option;

WHEREAS, On May 25, 2012, the Division of Public Utilities and Carriers (“Division”) submitted a Staff Memorandum summarizing National Grid’s filing and recommending approval; and

WHEREAS, At an Open Meeting on June 12, 2012, the Commission considered the filings and found that the Rate Schedule for Standard Offer Service reflects NGrid’s SOS Procurement Plan as approved in Order Nos. 20431, 20465, and 20478 and further appropriately reflects the SOS Adjustment Factors and Administrative Cost Factors approved in Docket No. 4315; and

WHEREAS, the Commission further found that good cause exists under R.I. Gen. Laws § 39-3-12 to approve the rates without a public hearing on the basis that the rates are calculated based on a previously approved procurement plan which was subject to a public hearing and are calculated correctly in accordance with that plan and further, the

proposed rates represent a reduction to most ratepayers with the exception of the customers in the Industrial Group who have the most opportunities to seek lower rates from competitive suppliers. The rates are not being put into effect with less than thirty (30) days notice; and

WHEREAS, the Commission finds that the Company's April 6, 2012-May 9, 2012 procurement process for SOS for the Industrial Group (100% for delivery from July 2012 through September 2012), Commercial Group (30% for delivery from July 2012 through June 2013), and the Residential Group (20% for delivery from January 2013 through June 2013) complied with the SOS Procurement Plan approved in Order No. 20431, 20465, and 20478.

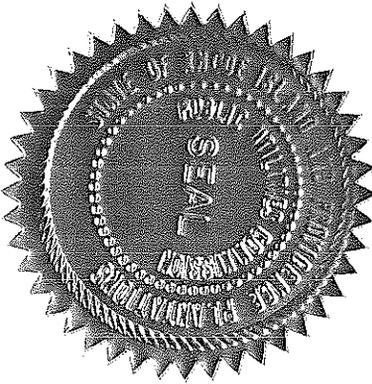
Accordingly, it is hereby

(20756) ORDERED:

1. Narragansett Electric Company d/b/a National Grid's Rate Schedule for Standard Offer Service, filed on May 21, 2012, is hereby approved for usage on and after July 1, 2012.

EFFECTIVE AT WARWICK, RHODE ISLAND ON JULY 1, 2012
PURSUANT TO AN OPEN MEETING DECISION ON JUNE 12, 2012. WRITTEN
ORDER ISSUED JUNE 20, 2012.

PUBLIC UTILITIES COMMISSION



Elia Germani

Elia Germani, Chairman

Mary E. Bray

Mary E. Bray, Commissioner

Paul J. Roberti

Paul J. Roberti, Commissioner

NOTICE OF RIGHT OF APPEAL PURSUANT TO R.I.G.L. SECTION 39-5-1, ANY PERSON AGGRIEVED BY A DECISION OR ORDER OF THE COMMISSION MAY, WITHIN SEVEN DAYS (7) DAYS FROM THE DATE OF THE ORDER, PETITION THE SUPREME COURT FOR A WRIT OF CERTIORARI TO REVIEW THE LEGALITY AND REASONABLENESS OF THE DECISION OR ORDER.