

May 10, 2012

VIA HAND DELIVERY & ELECTRONIC MAIL

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

**RE: Docket 4319 - Review of Power Purchase Agreement With Black Bear
Development Holdings, LLC Pursuant to RI General Laws § 39-26.1 *et seq.*
Revised Response to Commission 1-2**

Dear Ms. Massaro:

Per the Commission's request, enclosed are ten (10) copies of National Grid's¹ revised response to Commission 1-2 in the above-captioned proceeding.

Thank you for your attention to this filing. If you have any questions, please feel free to contact me at (401) 784-7288.

Very truly yours,



Jennifer Brooks Hutchinson

Enclosures

cc: Docket 4319 Service List
Leo Wold, Esq.
Steve Scialabba, Division

¹ The Narragansett Electric Company d/b/a National Grid (hereinafter referred to as "National Grid" or the "Company").

The Narragansett Electric Company
d/b/a National Grid
Docket No. 4319
In re: National Grid PPA with
Black Bear Development Holdings, LLC
Response to Commission Data Request 1-2 (Revised)
May 10, 2012

Commission 1-2 (Revised)

Request:

Please provide a schedule indicating the amended PPA cost by year for the 15 year contract term as well as Grid's 2.75% remuneration. Include both per kWh cost, expected project output and total cost.

Response:

Price (per kWh)	\$0.091
Price (per MWh)	\$91.00
Annual Escalator	2.00%
Annual Output (MWh)	31,268
Annual Remuneration	2.75%
Term (Years)	15

Year	Output (MWh)	Bundled Rate (\$/MWh)	Contract Cost	Remuneration	Total
2014	31,268 \$9	1.00	\$2,845,388	\$78,248	\$2,923,636
2015	31,268 \$9	2.82	\$2,902,296	\$79,813	\$2,982,109
2016	31,268 \$9	4.68	\$2,960,342	\$81,409	\$3,041,751
2017	31,268 \$9	6.57	\$3,019,549	\$83,038	\$3,102,586
2018	31,268 \$9	8.50	\$3,079,939	\$84,698	\$3,164,638
2019	31,268 \$1	00.47	\$3,141,538	\$86,392	\$3,227,931
2020	31,268 \$1	02.48	\$3,204,369	\$88,120	\$3,292,489
2021	31,268 \$1	04.53	\$3,268,456	\$89,883	\$3,358,339
2022	31,268 \$1	06.62	\$3,333,826	\$91,680	\$3,425,506
2023	31,268 \$1	08.75	\$3,400,502	\$93,514	\$3,494,016
2024	31,268 \$1	10.93	\$3,468,512	\$95,384	\$3,563,896
2025	31,268 \$1	13.15	\$3,537,882	\$97,292	\$3,635,174
2026	31,268 \$1	15.41	\$3,608,640	\$99,238	\$3,707,878
2027	31,268 \$	117.72	\$3,680,813	\$101,222	\$3,782,035
2028	31,268 \$	120.07	\$3,754,429	\$103,247	\$3,857,676
		TOTAL	\$49,206,481	\$1,353,178	\$50,559,659

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Commission 1-2 (Revised), p2

Note: This is a simplified calculation for illustrative purposes in which the 2.75% remuneration is applied to the full contract rate. To the extent that capacity revenue is realized in a given year, the remuneration would be based on the net payment to the Seller, after adjustments for capacity revenue and price separation.

Prepared by or under the supervision of: Corinne M. Abrams