

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
PUBLIC UTILITIES COMMISSION

IN RE: NATIONAL GRID ELECTRIC : DOCKET NO. 4343  
CORRECTIONS TO BACK-UP :  
SERVICE RETAIL DELIVERY SERVICE :  
RATES B-32 AND B-62 :

ORDER

WHEREAS, On July 16, 2012, The Narragansett Electric Company d/b/a National Grid (“National Grid) or “Company”) filed with the Rhode Island Public Utilities Commission (“Commission”) revised delivery tariffs for Back-up Service Rates B-32 and B-62 to correct previously filed tariffs that had excluded a discount applicable to certain factors in the Back-up Demand Charge; and

WHEREAS, in its filing, National Grid indicated that the revised tariffs contained clarifying language to apply the discount to the O&M and CapEx factors that had been approved as part of the Commission’s review of the Company’s Infrastructure, Safety and Reliability Plan for effect April 1, 2012;<sup>1</sup> and

WHEREAS, National Grid was seeking an effective date of August 16, 2012; and

WHEREAS, the Company indicated that “since the proposed rates reflect corrections to rates effective since April 1, 2012, the Company will apply rate adjustments to the bills of the [two] affected customers that reflect the charges that should have been in effect April 1, 2012; and

WHEREAS, the effect of the proposed rate corrections and associated bill adjustments was estimated to be approximately one thousand five hundred dollars (\$1,500.00); and

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<sup>1</sup> Docket No. 4307 (Order issued 20724). The ISR Factor contains two mechanisms: (1) an Infrastructure Investment Mechanism to recover costs associated with incremental capital investment (“CapEx”) and (2) an Operation and Maintenance Mechanism to recover O&M expenses related to I&M and vegetation management activities. Order No. 20724 at 8.

WHEREAS, on August 6, 2012, the Division of Public Utilities and Carriers (“Division”) filed with the Commission a Memorandum from Stephen Scialabba, Chief Accountant, summarizing National Grid’s filing and supporting the clarification on the basis that the O&M and CapEx factors should be subject to the discount.

WHEREAS, on August 8, 2012, at an Open Meeting, the Commission considered National Grid’s filing and the Division’s Memorandum and approved the revised filing and associated rate adjustment finding the revised tariff to be consistent with the overall rate structure of the Back-up rates B-32 and B-62.

It is hereby,

(20838) ORDERED:

1. The Narragansett Electric Company d/b/a National Grid’s Tariff R.I.P.U.C. 2122 is hereby approved.

EFFECTIVE AT WARWICK, RHODE ISLAND ON AUGUST 16, 2012 PURSUANT TO AN OPEN MEETING DECISION ON AUGUST 8, 2012. WRITTEN ORDER ISSUED OCTOBER 5, 2012.

PUBLIC UTILITIES COMMISSION



Elia Germani, Chairman



Mary E. Bray, Commissioner



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.**