

November 18, 2014

VIA HAND DELIVERY AND ELECTRONIC MAIL

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

**RE: Docket 4451 – 2014 Energy Efficiency Program Plan
Transfer of Funds Request**

Dear Ms. Massaro:

On behalf of National Grid¹ and pursuant to Section IV.C.1(B) of the Energy Efficiency Program Plan for 2014 Settlement of the Parties (2014 Plan) approved in Docket 4451, the Company is requesting approval from the Rhode Island Division of Public Utilities and Carriers (Division) of an additional fund transfer within the residential sector that represents 10 percent or more of the originating program's approved budget, as described below. National Grid previously submitted a fund transfer request on September 26, 2014, which the Division approved on October 9. The Company appreciates this approval and has since determined the need for an additional transfer as outlined below.

Residential Sector Fund Transfer Request

Section IV.C.1(B) of the 2013 Plan states that “[f]or transfers of 10% or more of the originating program's budget, the Company can transfer funds from one program to another program within the same sector with prior approval of the Division. Upon seeking such approval from the Division, the Company shall simultaneously notify the EERMC.”

1. The Company plans to transfer \$160,000 from Residential New Construction (gas) to ENERGY STAR[®] HVAC (gas).
 - The transfer represents 26 percent of the Residential New Construction program's original budget, illustrated in the 2014 Plan, Attachment 5 - revised, Table G-2. Consequently, the Company requests Division approval to make this funding transfer.

¹ The Narragansett Electric Company d/b/a National Grid (National Grid or the Company).

- This transfer is in addition to the September 26 request to transfer funds from Residential New Construction (gas) to ENERGY STAR® HVAC (gas).
- After submitting the first transfer request, the Company determined that more funds will be needed to continue serving the higher than anticipated demand in the ENERGY STAR® HVAC program through the end of the calendar year. At this time the Company anticipates the transfer will allow the program to achieve 158% of its approved 2014 savings goal.
- The Residential New Construction program is able to provide this additional transfer because the Company has not completed the anticipated number of Deep Energy Retrofits.

If the Division approves this transfer request, the Company plans to reflect the above transfer in the next Quarterly Report following the approval that will be distributed to the EERMC and the Rhode Island Public Utilities Commission.

Thank you for your attention to this request. The Company is simultaneously notifying the EERMC of this request as required by Section IV.C.1(B) of the 2014 Plan.

If you have any questions, please feel free to contact me at (401) 784-7288.

Very truly yours,



Jennifer Brooks Hutchinson

Enclosures

cc: Jon Hagopian, Esq.
Steve Scialabba, Division
Rachel Sholly, OER
R. Daniel Prentiss, Esq., EERMC
Paul Ryan, Chairman EERMC