



Memorandum to: Lisa Thibdaue, CL&P
John Prete, UI
Maurice Scully, CMEEC

Subject: Supplemental Follow Up to Comments on Request for Proposal Process, NEEWS

From: John Mencacci, CEAB Chairman

Date: September 11, 2007

The Connecticut Energy Advisory Board (“CEAB”) appreciates the time and effort of all interested parties that responded to the CEAB’s Request for Comment in connection with potential Request for Proposal scenarios related to the New England East-West Solution (“NEEWS”). Input from interested parties is invaluable to the CEAB as it considers the optimal path forward.

The comments submitted by Northeast Utilities, United Illuminating and the Connecticut Municipal Electric Energy Cooperative (together, “the utilities”) on August 3, 2007 noted developments in the electric markets since the NEEWS need determination. They include, for example, the State’s approval of long-term contracts for approximately 800MW of new capacity; Public Act 07-242’s (Section 50) provision for peaking facility development; and, commencement of the Forward Capacity Market.

To assist the CEAB’s understanding of the prior NEEWS needs determination in light of current electric market developments and other changes, the CEAB requests that the utilities review the market and other developments identified in the comments and identify those, if any, that were assumed in the course of establishing the need for NEEWS. Those issues should include, but not be limited to, the following:

- Capacity additions resulting from the implementation of Public Act 05-01.
- Capacity additions and demand side measures resulting from the implementation of Public Act 07-242.
- The implementation of the Locational Forward Reserve Market in Connecticut.
- The Independent System Operator-New England’s Forward Capacity Market.
- Current load forecasts.
- The implementation of the Energy Policy Act of 2005, including changes in reliability standards, energy efficiency appliance standards, and demand response.

Additionally, to the extent there are other factors, market developments or changes in law that are relevant to the need for NEEWS that were not assumed or previously considered in the NEEWS need determination, please specifically identify and include such information. A joint response to this request is appreciated, however, to the extent there are different views, the utilities may provide separate statements to distinguish their differences or other areas considered important.

The CEAB requests a response by close of business on September 21, 2007. An electronic copy may be e-mailed to gdeans@cerc.com and one paper copy may be mailed via regular mail to:

CEAB
c/o Gretchen Deans
CERC
805 Brook Street, Building 4
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Again, the CEAB appreciates your time and assistance.