

February 15, 2006

VIA HAND DELIVERY & ELECTRONIC MAIL

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

**RE: FERC Letter Order Accepting CTC Settlement Agreements between
New England Power Company and The Narragansett Electric Company**

Dear Ms. Massaro:

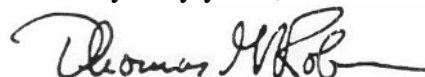
Enclosed please find ten (10) copies of the Federal Energy Regulatory Commission's ("FERC") letter order accepting the Fourth Revised Service Agreement No. 23 between New England Power Company ("NEP") and the Narragansett Electric Company d/b/a National Grid ("Narragansett" or the "Company").

The revisions to the Service Agreement were related to changes in the Contract Termination Charge ("CTC") from NEP to Narragansett as a result of two CTC settlement agreements entered into by the Company, the Public Utilities Commission, the Division of Public Utilities and Carriers and the Department of the Attorney General.

One of the CTC Settlements resolved issues surrounding the USGen New England bankruptcy ("USGenNE Settlement"), and the second CTC Settlement resolved outstanding CTC issues related to accounting and other matters ("2005 CTC Settlement"). A copy of the USGenNE Settlement was filed as an exhibit to the testimony of Michael D Laflamme in RIPUC Docket 3706 and a copy of the 2005 CTC Settlement was filed as an exhibit to the testimony of Ronald T. Gerwatowski in RIPUC Docket 3710. As requested in the FERC filing in Docket ER06-334-000, the resulting changes to the NEP CTC to Narragansett were effective January 1, 2006.

Thank you for your attention to this filing. If you have any questions concerning this transmittal, please feel free to contact me at (508) 389-2877.

Very truly yours,



Thomas G. Robinson

Enclosures

cc: Paul Roberti, Esq.
Steve Scialabba, RI Division

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426
1/10/06

To: New England Power Company

Docket No. ER06-334-000

Reference: Revised Service Agreement No. 23

Pursuant to authority delegated to the Director, OMTR/Division of Tariff and Market Development - East, under 18 C.F.R. 375.307, your submittal in the above referenced docket(s), along with the proposed designations, are accepted for filing, effective January 1, 2006.

Under 18 C.F.R. 385.210, interventions are timely if made within the time prescribed by the Secretary. Under 18 C.F.R. 385.214, the filing of a timely motion to intervene makes the movant a party to the proceeding, if no answer in opposition is filed within fifteen days. The filing of a timely notice of intervention makes a State Commission a party to the proceeding.

This action does not constitute approval of any service, rate, charge, classification, or any rule, regulation, contract, or practice affecting such rate or service provided for in the filed documents; nor shall such action be deemed as recognition of any claimed contractual right or obligation affecting or relating to such service or rate; and such action is without prejudice to any findings or orders which have been or may hereafter be made by the Commission in any proceeding now pending or hereafter instituted by or against any of the applicant(s).

This order constitutes final agency action. Requests for rehearing by the Commission may be filed within 30 days of the date of issuance of this order, pursuant to 18 C.F.R. 385.713.

Sincerely,

Anna Cochrane, Director
OMTR/Division of Tariff and Market
Development - East