



Stephen J. Rourke
Vice President, System Planning

September 3, 2008

Mr. Allen Scarfone, PE
Manager, Transmission Planning
Transmission Planning Department
Northeast Utilities Services Company
P.O. Box 270
Hartford, CT 06141-0270

Mr. Alex Boutsoulis
Principal Engineer, Transmission
The United Illuminating Company
157 Church Street
New Haven, CT 06506-0901

Re: TCA Application NU-08-TCA-01/ UI-08-TCA-01 dated April 11, 2008

Dear Messrs. Scarfone and Boutsoulis:

ISO New England Inc ("ISO-NE") is reviewing the subject Transmission Cost Allocation ("TCA") application for the Middletown-Norwalk Project submitted by Northeast Utilities System and United Illuminating Company ("NU and UI"). To assist us in completing our review, please provide ISO-NE the following:

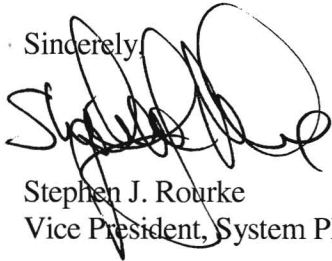
1. Provide a table indicating the alternatives considered during the siting process, and cost estimates, including valuation year.
2. Additional documentation for alternative locations that were considered for the Singer Substation, and specify if any of these locations would have allowed for an outdoor, air insulated substation.
3. Explain the reason for two spare conduit banks located at the Singer Substation and provide the incremental cost of these conduit banks.
4. Describe how the original estimates for rock removal, de-watering and relocation of existing local utilities (i.e., water lines, gas lines) were derived and how these estimates compare to actual costs.

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5. Discuss the pursuit of alternatives that utilize the Merritt Parkway. Provide relevant documentation including Connecticut Siting Council submittals and cost estimates regarding both an overhead option(s) as well as an underground cable option(s).
6. Discuss and provide a comparison of the difference in cost between monopoles and H-Frame construction for the overhead segments and why the decision was made for the chosen style.
7. Provide both estimates and actual cost for property acquisition for the Middletown-Norwalk Project.
8. What percentage, if any, was used for escalation and provide an explanation of how that amount was calculated.

ISO-NE would appreciate a prompt response on this matter. The requested information will facilitate our rendering a final determination under Schedule 12C of the ISO-NE Tariff as to whether the project includes any Localized Costs. If you have any further questions about this matter, please do not hesitate to Michael Drzewianowski at (413) 540-4419.

Sincerely,



Stephen J. Rourke
Vice President, System Planning

cc: TCApps
Reliability Committee