



June 6, 2008

Ms. Louise E. Rickard
Acting Executive Secretary
Department of Public Utility Control
10 Franklin Square
New Britain, CT 06051

Re: Docket No. 03-09-08 and 03-09-08RE01 – Applications of The Connecticut Light and Power Company and The United Illuminating Company for Issuance of Financing Order

Dear Ms. Rickard:

Pursuant to Department of Public Utility Control's ("DPUC") Docket No. 03-09-08 (the "Financing Order") and Docket No. 03-09-08RE01 (the "Defeasance Order"), The United Illuminating Company ("UI"), as servicer under a certain Servicing Agreement, and on behalf of the Trustee, as assignee of the State of Connecticut (the "State") and the State, shall apply for adjustment to the RRB Charge fifteen days prior to January first of each year and at such additional intervals as may be provided for in the Financing Order. Any capitalized terms not defined herein shall have the meanings ascribed thereto in the Financing Order.

PURPOSE

This filing establishes the revised RRB Charge to be assessed and collected from UI's customers, whether or not UI's distribution system is being operated by UI or a successor distribution company. The RRB Charge is a usage-based component of the competitive transition assessment on each customer's monthly bill and may include any back-up, maintenance, emergency or other delivery or energy service fee collected until the Total RRB Payment Requirements as defined in the Financing Order are discharged in full. The RRB Charge is applied equally to all customers of the same class in accordance with the method of allocation in effect on July 1, 1998. In the Financing Order, the DPUC authorized UI to file Routine True-Up Letters fifteen days prior to the first day of January of each year and at such additional intervals, if necessary, as provided for in the Financing Order. UI, or a successor Servicer, is authorized to file periodic RRB Charge adjustments to the extent necessary to ensure the timely recovery of revenues sufficient to provide for the payment of an amount equal to the sum of the Periodic RRB Payment Requirement for the upcoming year. Routine True-Up Letter filings are those where UI uses the methodology approved by the DPUC in the Financing Order to adjust upward or downward the existing RRB Charge.

As noted in the Defeasance Order, Public Act No. 07-01 of the June Special Session of the Connecticut General Assembly amended Conn. Gen. Stat. § 16-245e by appropriating funds to be used by the Treasurer for the purpose of defeasing some or all of the state rate reduction

bonds maturing after December 30, 2007. The State's Budget Act actually appropriated \$85,000,000 for this purpose.

In accordance with the amended § 16-245e and as approved by the Defeasance Order, on June 5, 2008, the Treasurer defeased all of the outstanding rate reduction bonds issued pursuant to the Finance Order. In accordance with Order No. 4 of the Defeasance Order, UI is filing this Routine True-Up Letter decreasing its RRB Charge attributable to the defeased bonds down to zero.

The adjusted RRB Charge calculated for UI's customers will be zero (\$0.0000 per kWh).

EFFECTIVE DATE

In accordance with the Financing Order, Routine True-Up Letters for annual RRB Charge adjustments shall be filed fifteen days prior to January 1 each year or more frequently, if necessary, with the resulting changes to be effective 15 days after the filing. No approval by the DPUC is required. Therefore, these RRB Charges shall be effective as of June 21, 2008.

NOTICE

Copies of this filing are being furnished to the parties on the service list. Notice to the public is hereby given by filing and keeping this filing open for public inspection at UI's corporate headquarters.

Very truly yours,



Michael A. Coretto
Sr. Director – Regulatory Strategy & Retail Access

Cc: Service List