

**CENTRAL MAINE POWER COMPANY
REVISED RESPONSE TO ORAL DATA REQUEST NO. 3
DOCKET No. 2008-255**

January 12, 2009

ODR-03-14 (revised)

Q. By removing what is currently a dedicated portion from the non-PTF rate base (Section 386), is there a decrease in revenue to the non PTF rate base?

A. The revenue requirement of Section 386 and other related facilities is paid for by the owners of WF Wyman Unit No. 4 pursuant to a support agreement. The support agreement provides for recovery of the costs associated with CMP owning, operating and maintaining the transmission facilities. The facilities subject to this support agreement include certain relocated 115 KV facilities and Section 386, a 345 KV circuit of approximately 30 miles from WF Wyman to the Buxton substation, including terminal facilities and rights of way. Under the terms of the support agreement, the WF Wyman Unit No. 4 owners will continue to pay the owning, operating and maintenance costs for these facilities, even with changes proposed as part of MPRP.

Section 386 currently is partially classified as PTF and partially as non PTF. The portion from S. Gorham to Buxton substation (seven miles) is 77% PTF and 23% Non PTF. The same percentages apply to the Buxton substation. The 23 miles from S. Gorham to WF Wyman Unit No. 4 is Non PTF. With MPRP, it is likely that the portion of Section 386 from S. Gorham to Elm Street will become PTF. Though the Section 386 investments are today included in PTF and Non PTF revenue requirement calculations, the revenue CMP receives from the WF Wyman Unit No. 4 owners is also included and offsets the related revenue requirements. As the S. Gorham to Elm Street portion of Section 386 changes from Non PTF to PTF as a result of MPRP, the revenue CMP receives from the Wyman 4 owners will also be credited proportionally to the PTF revenue requirement and not the Non PTF revenue requirement. This reallocation of revenue from Non-PTF to PTF will correspond to the reallocation of the costs associated with CMP owning, operating and maintaining the transmission facilities, and thus there will be no appreciable impact on customers from the reclassification.

Response Prepared and Submitted By:

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