



Stephen J. Rourke
Vice President, System Planning

June 1, 2009

Mr. Hantz Presume
VELCO
366 Pinnacle Ridge Road
RR1 Box 4077
Rutland, VT 05701

Mr. Dean L. LaForest
VELCO
366 Pinnacle Ridge Road
RR1 Box 4077
Rutland, VT 05701

Subject: Lyndonville Project Proposed Plan Application (“PPA”) VELCO-09-T02

Dear Messrs. Presume and LaForest:

It was moved and seconded to recommend to ISO New England Inc. that no significant adverse impacts will result from Vermont Electric Power Company’s (“VELCO”) Transmission Facilities Proposed Plan Application (“PPA”) VELCO-09-T02 to perform the following as detailed in Mr. Hantz A. Presume’s May 4, 2009 transmittal to Mr. Don Gates, Chair NEPOOL Reliability Committee:

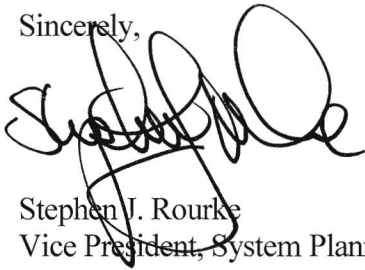
1. Construct a new 4-breaker ring substation at Lyndonville with a 56 MVA 115/34.5 kV transformer with a 0.19 pu impedance on a 100 MVA base and two 115 kV 12.5 MVAR capacitor banks. The Lyndonville substation prevents loss of load for loss of the St. Johnsbury transformer by providing redundant service to the area and allow for expected load growth at a local ski resort.

The in-service date of this project is December 2011. It is recommended that the Project would not have a significant adverse effect on the reliability or operating characteristics of the transmission facilities of VELCO, the transmission facilities of another Transmission Owner, or the system of a Market Participant as described in the report “Lyndonville Project Steady State Analysis” dated April 20, 2009.

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A determination under Section I.3.9 of the ISO Tariff is limited to a review of the reliability impacts of a proposed project as submitted by Participants and does not constitute an approval of a proposed project under any other provisions of the ISO Tariff.

Sincerely,

A handwritten signature in black ink, appearing to read "Stephen J. Rourke". The signature is stylized and somewhat cursive, with the first name being the most prominent.

Stephen J. Rourke
Vice President, System Planning

cc: Proposed Plan Applications