May 15, 2009

The Honorable Kimberly D. Bose
Secretary,
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, DC 20426

Re:  Bangor Hydro-Electric Co. Docket Nos. ER09-934-000, ER09-936-000

Secretary Bose:

On April 22, 2009, the Maine Public Utilities Commission ("MPUC") filed its notice of intervention and comments in the above docketed cases. The MPUC stated that it generally supported a "forward looking" formula rate but that it sought a change in the allocation of common costs between transmission and distribution. In the filing, MPUC noted that BHE and MPUC had agreed to continue working on this issue to try to arrive at a workable solution. The MPUC also stated that the MPUC and BHE agreed to file a progress report on May 15, 2009.

This letter is to report that the parties continue to work to reach a resolution of this cost allocation question and to propose that they file another update on June 15, 2009. The MPUC does not seek suspension of Bangor Hydro's proposed rates, nor any delay in the Commission's action on Bangor Hydro's filing. Rather, the MPUC and BHE simply ask that the Commission establish a refund effective date of June 1, 2009, the effective date requested by Bangor Hydro, and direct that Bangor Hydro and the MPUC continue to work through their issues.

Respectfully submitted,

/s/ Lisa Fink

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CERTIFICATE OF SERVICE

I certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in this proceeding by electronic service or U.S. Mail, as appropriate. Dated at Washington, D.C., this 15th day of May, 2009.

/s/ Harry A. Dupre
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