

MASSACHUSETTS ELECTRIC COMPANY
NANTUCKET ELECTRIC COMPANY
CREDIT PROVISION

The Company's rates for Retail Delivery Service are subject to adjustment to reflect the credit to customers of its allocated share of a \$7.9 million one-time credit.

The \$7.9 million credit allocable to the Company shall be based on the Company's most recently approved base distribution revenue requirement in D.P.U. 21-74 and that of its affiliate Boston Gas Company in D.P.U. 20-120. The Company's allocable share of the credit shall be allocated to the Company's rate classes by applying the Distribution Revenue Allocator shown below. The Credit Factor, as defined below, for each rate class shall be effective for usage during the period November 1, 2022 through April 30, 2023. The Credit Factors shall be applicable to all retail delivery service customers.

$$CFs = (CR \times DRAs) \div FkWhs$$

where

s = Designates a separate factor for the following rate classes: R-1/R-2, G-1, G-2, G-3, and Streetlighting.

CR = The amount to be credited to the Company's customers through a one-time bill credit, as approved by the Department.

DRA = The Distribution Revenue Allocator derived from the Company's most recent base distribution rate case as approved by the Department by rate class:

R-1/R-2	57.7%
G-1	12.9%
G-2	11.9%
G-3	16.9%
Streetlighting	0.6%

FkWh_x = The forecasted kWh for period November 2022 through April 2023.

For billing purposes, the Credit Factor will be included with the distribution kWh charge on customers' bills.

Any residual balance remaining after application of the credit shall be charged or credited to customers through the Company's Revenue Decoupling Mechanism Reconciliation.

This provision is applicable to all Retail Delivery Service tariffs of the Company. The operation of this Credit Provision is subject to Chapter 164 of the General Laws.