

MASSACHUSETTS ELECTRIC COMPANY
NANTUCKET ELECTRIC COMPANY
STORM FUND REPLENISHMENT PROVISION

The Company's rates for Retail Delivery Service are subject to adjustment for the Storm Fund Replenishment Factors ("SFRFs") associated with a Storm Fund Replenishment Adjustment as approved by the Department. The SFRFs shall recover, beginning October 1, 2024, (1) the balance of the Company's Storm Contingency Fund ("Storm Fund") at September 30, 2024, (2) any remaining unrecovered costs associated with storms that are included in the Storm Fund Replenishment Adjustment prior to October 1, 2024, and (3) Excess Storm Cost Thresholds associated with nine single storm events that occurred between January 1, 2020 and December 31, 2022 that have been approved for deferral by the Department (Docket D.P.U. 21-75, Docket D.P.U. 22-78, and Docket D.P.U. 23-59). Pursuant to the Department's order in Docket D.P.U. 24-95, the SFRFs shall also recover Excess Storm Cost Thresholds associated with seven single storm events that occurred between January 1, 2023 and December 31, 2023 that have been approved for deferral. Storm Cost Threshold is defined as the first \$1.55 million of incremental operation and maintenance expenses associated with each event (together, "Recoverable Balance").

The Storm Fund Replenishment Adjustment shall be allocated to the Company's rate classes by applying the Distribution Revenue Allocator shown below. The SFRF for each rate class shall be based on the estimated kilowatt-hours to be delivered by the Company to each rate class. The SFRFs shall be applicable to all delivery service customers and, for billing purposes, will be included with the distribution kWh charge on customers' bills.

The SFRFs are based upon the Distribution Revenue Allocator derived from the Company's base distribution rate case approved by the Department in D.P.U. 23-150 as follows by rate class:

| | |
|----------------|-------|
| Rate R-1/R-2 | 60.6% |
| Rate G-1 | 12.0% |
| Rate G-2 | 10.7% |
| Rate G-3 | 16.3% |
| Streetlighting | 0.4% |

All revenue billed through the SFRFs shall be credited against the Recoverable Balance. The Excess Storm Cost Thresholds are not subject to carrying charges. The remaining Recoverable Balance shall accrue interest calculated on the average monthly balance using Bank of America's prime lending rate, then added to each end-of-month balance.

The operation of this Storm Fund Replenishment Provision and the application of the SFRFs are effective during the recovery period that terminates on September 30, 2029 unless otherwise ordered by the Department. The remaining amount of the Recoverable Balance at September 30, 2029 shall be transferred to the Storm Contingency Fund as of that date.

The provisions of this tariff will remain in effect until terminated or revised as proposed by the Company and approved by the Department from time to time.

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