

## INDEPENDENT ACCOUNTANTS' REPORT

To the Board of Directors of  
NSTAR Electric  
Boston, Massachusetts

We have examined management of NSTAR Electric's assertions, included in the accompanying Management's Assertion Regarding Disbursements for the Eligible Green Expenditures Report (the "Report"), that an amount equal to or in excess of the net proceeds from the issuance of 3.25% Debentures due May 15, 2029 included in the Report was disbursed by NSTAR Electric during the period from July 1, 2017 through December 31, 2018, for Eligible Green Program Spending or Eligible Project Spending (together, "Eligible Green Expenditures") in accordance with the Eligible Green Project Criteria set forth in Management's Assertion Report (the "Criteria"). NSTAR Electric's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, management's assertion that an amount equal to or in excess of the net proceeds from the issuance of 3.25% Debentures due May 15, 2029 described in the Report was disbursed by NSTAR Electric during the period from July 1, 2017 to December 31, 2018, for the Eligible Green Expenditures in accordance with the Criteria is fairly stated, in all material respects.

*Deloitte + Touche LLP*

July 24, 2019

### **Management's Assertion Regarding Disbursements for Eligible Green Expenditures**

NSTAR Electric Company is responsible for the completeness, accuracy and validity of the NSTAR Electric Company Eligible Green Expenditures Report (the "Report") as of May 17, 2019. Management asserts that an amount equal to or in excess of the net proceeds from the issuance of 3.25% Debentures due May 15, 2029 included in the Report was disbursed from July 1, 2017 through December 31, 2018 for Eligible Green Program Spending or Eligible Green Project Spending (together, "Eligible Green Expenditures") in accordance with the criteria detailed below.

### **Eligible Green Program Spending Criteria**

Eligible Green Program Spending includes payments for all costs associated with residential, low-income and commercial & industrial customer energy efficiency programs. Eligible Green Program Spending includes disbursements that occurred during the 24 months preceding the issue date of the 3.25% Debentures due May 15, 2029. Costs include various items such as:

- Education & Community Based Programs
- Lighting & Appliance/Retail Products (Buy-down) Programs
- Residential Behavioral Programs
- Home Energy Services
  - Heating, Ventilation & Air Conditioning (HVAC)
  - Insulation & duct sealing
  - LED lighting & specialty bulbs
- Commercial and Industrial Retrofit Programs

### **Eligible Green Project Spending Criteria**

Eligible Green Project Spending includes financing of, or investments in, solar power generation facilities located in the Commonwealth of Massachusetts. Eligible Green Project Spending includes existing projects with disbursements that occurred during the 24 months preceding the issue date of the 3.25% Debentures due May 15, 2029. Costs include:

- Financing of, or investments in, the development and construction of 62 MW of generation facilities in the Commonwealth of Massachusetts, including interconnection, where 100% of electricity is derived from solar energy resources.

## NSTAR Electric Company Eligible Green Expenditures Report

**As of May 17, 2019**  
**Amounts in \$ Millions**

### Net Proceeds from Debenture Issuance

Issuance Date:	17-May-19
Principal Amount of 3.25% Debentures due May 15, 2029 (the "Securities")	\$ 400.0
Price to Public (99.780%)	\$ 399.1
Underwriting Discount	\$ 2.6
<b>Total Net Proceeds</b>	<b>\$ 396.5</b>

### Disbursement for Eligible Green Expenditures from July 1, 2017 through December 31, 2018

Eligible Green Expenditures Type	Location	Program / Project Name	Amount Disbursed	Disbursement within Eligible Timeframe (Note 2)
Energy Efficiency	MA	Energy Efficiency Program Spend	\$ 250.2 (Note 1)	Yes
Solar Project	MA	Solar Generation Facilities	\$ 146.3	Yes
<b>Total Disbursement</b>			<b>\$ 396.5</b>	

Note 1 Amount disbursed during the period July 1, 2017 through December 31, 2018 does not represent the full Energy Efficiency program cost.

Note 2 The eligible timeframe for disbursements is during the 24 months preceding the issuance date of the Securities (i.e., May 17, 2017 through May 17, 2019).