

STORM RESERVE ADJUSTMENT MECHANISM

1.01 Purpose

The purpose of the Storm Reserve Adjustment Mechanism (SRAM) is to provide a means for the Company to adjust its Storm Reserve Fund (“Storm Fund”) for storm costs incurred after February 1, 2018 that are in excess of the amount of storm reserve funding amortized in base distribution rates as approved in D.P.U. 17-05.

1.02 Applicability

The Storm Reserve Adjustment Factor (“SRAF”) shall be a per kilowatt-hour (“kWh”) factor applicable to all electricity, measured in kWhs, delivered by the Company to its customers under its Distribution Service tariffs. For billing purposes in Eastern Massachusetts, the SRAF, as provided for herein, shall be included in the Distribution Charge.

1.03 Effective Date

The date on which the annual SRAF becomes effective shall be the first day of January of each calendar year, unless otherwise ordered by the Department. The Company shall submit filings under this tariff as outlined in Section 1.05.

1.04 SRAF Mechanism

The SRAF shall recover or refund the storm costs in excess of the allowable balance of the Company’s Storm Reserve Fund as approved in D.P.U. 17-05 (“Recoverable Balance”). The Recoverable Balance calculated herein shall be combined for Eastern Massachusetts and Western Massachusetts and allocated to all rate classes by applying the Base Distribution Revenue Allocator as shown below.

Service Territory/Area	Rate Classes	Distribution Revenue Allocator
All	R-1/R-2	41.145%
All	R-3/R-4	4.575%
Greater Boston	G-1/T-1	3.446%
Greater Boston	G-2/T-2	27.907%
Greater Boston	G-3/WR	7.998%
Cambridge	G-0/G-1/G-6	0.829%
Cambridge	G-2	1.329%
Cambridge	G-3/SB1	0.856%
Cambridge	G-4	0.012%
Cambridge	G-5	0.018%
South Shore, Cape Cod, Martha’s Vineyard	G-1/G-7	3.930%

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South Shore, Cape Cod, Martha's Vineyard	G-2	1.088%
South Shore, Cape Cod, Martha's Vineyard	G-3	0.610%
South Shore, Cape Cod, Martha's Vineyard	G-4	0.008%
South Shore, Cape Cod, Martha's Vineyard	G-5	0.053%
South Shore, Cape Cod, Martha's Vineyard	G-6	0.008%
Western Massachusetts	23/24/G-0/T-0	2.626%
Western Massachusetts	G-2/T-4	1.159%
Western Massachusetts	T-2	1.495%
Western Massachusetts	T-5	0.498%
Eastern Massachusetts	S-1/S-2	0.315%
Western Massachusetts	S-1/S-2	0.095%
Total		100.000%

All revenue billed through the SRAFs shall be credited against the Recoverable Balance. The Recoverable Balance shall accrue interest at the prime rate during the recovery period. 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.

1.05 Annual SRAF Filings with the Department

The Company shall make a SRAF filing as part of the Company's annual electric reconciliation filing at least forty-five (45) days before January 1st of the next year. Such filing shall include reconciliation of data for prior periods as appropriate.

1.06 Regulatory Authority

This tariff is governed by the provisions of G.L. c. 164, §§ 76 and 94; 220 C.M.R. 5.00 et seq. orders of the MDPU in furtherance thereof or related thereto.