

MASSACHUSETTS ELECTRIC COMPANY
NANTUCKET ELECTRIC COMPANY
STORM PERFORMANCE ADJUSTMENT PROVISION

The Company's rates for Retail Delivery Service are subject to adjustment to reflect the credit to customers of the \$18,725,000 penalty assessed by the Department of Public Utilities resulting from its investigation of the Company's performance in responding to major weather events in Docket D.P.U. 11-85-A/11-119-A.

For billing purposes, the Storm Performance Adjustment credit will be identified separately on customers' bills and will take the form of a one-time per billing account credit, as proposed by the Company and approved by the Department.

Any residual balance remaining after application of the credit shall be credited or charged to the Company's storm fund balance.

In the event that the Department's decision to impose the penalty is reversed or modified as the result of an appeal, the Company shall recover the amount of the reduction through a one-time per billing account charge, or in such other manner as proposed by the Company and approved by the Department.

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