

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Summary of Proposed Rates**

| Rate Class          | Stranded<br>Cost Charge | Stranded Cost<br>Adjustment<br>Factor | Net Stranded<br>Cost Charge | Transmission<br>Charge | Transmission<br>Adjustment<br>Factor | RGGI<br>Auction<br>Proceeds<br>Refund | Bordeline<br>Sales<br>Refund | Net<br>Transmission<br>Charge |
|---------------------|-------------------------|---------------------------------------|-----------------------------|------------------------|--------------------------------------|---------------------------------------|------------------------------|-------------------------------|
|                     | (a)                     | (b)                                   | (c)                         | (d)                    | (e)                                  | (f)                                   | (g)                          | (h)                           |
|                     | Sch. 1 of CTC           | Sch. DBS/HMT-5                        | (a) + (b)                   | Sch. DBS/HMT-8         | Sch. DBS/HMT-7                       | Sch. DBS/HMT-9                        | Sch. DBS/HMT-10              | (d) + (e) + (f) + (g)         |
| <b>D</b>            | (\$0.00150)             | \$0.00000                             | (\$0.00150)                 | \$0.02511              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02686                     |
| <b>D-10</b>         | (\$0.00150)             | (\$0.00002)                           | (\$0.00152)                 | \$0.02477              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02652                     |
| <b>T</b>            | (\$0.00150)             | \$0.00000                             | (\$0.00150)                 | \$0.02330              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02505                     |
| <b>G-1</b>          | (\$0.00150)             | \$0.00000                             | (\$0.00150)                 | \$0.02189              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02364                     |
| <b>G-2</b>          | (\$0.00150)             | \$0.00000                             | (\$0.00150)                 | \$0.02405              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02580                     |
| <b>G-3</b>          | (\$0.00150)             | \$0.00003                             | (\$0.00147)                 | \$0.02388              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.02563                     |
| <b>V</b>            | (\$0.00150)             | \$0.00000                             | (\$0.00150)                 | \$0.02919              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.03094                     |
| <b>Streetlights</b> | (\$0.00150)             | \$0.00005                             | (\$0.00145)                 | \$0.01606              | \$0.00240                            | (\$0.00053)                           | (\$0.00012)                  | \$0.01781                     |

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Summary of Stranded Cost**  
**Over/(Under) Collection**  
**October 2013 - September 2014**

| <b>Rate Class</b>          | <b>Cumulative<br/>Over/(Under)</b> |
|----------------------------|------------------------------------|
| <b>D</b>                   | \$461                              |
| <b>D-10</b>                | \$106                              |
| <b>T</b>                   | (\$48)                             |
| <b>G-1</b>                 | (\$924)                            |
| <b>G-2</b>                 | \$816                              |
| <b>G-3</b>                 | (\$3,550)                          |
| <b>V</b>                   | \$18                               |
| <b><u>Streetlights</u></b> | <b><u>(\$14)</u></b>               |
| <b>Total Under</b>         | <b>(\$3,135)</b>                   |

Source: Pages 2 and 3

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Stranded Cost Reconciliation**  
**October 2013 Through September 2014**

| Rate D | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--|-----------------------------|------------------------|----------------|--------------------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                                      | (b)                         | (c)                    | (d)            | (e)                                  | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13 | (\$597)                                  | \$27,121                    |                        | \$27,113       | \$8                                  | (\$589)                               | (\$593)                           | 3.25%            | (\$2)    | (\$2)             |
| Nov-13 | (\$591)                                  | \$29,893                    |                        | \$29,889       | \$4                                  | (\$587)                               | (\$589)                           | 3.25%            | (\$2)    | (\$3)             |
| Dec-13 | (\$588)                                  | \$38,834                    |                        | \$38,836       | (\$2)                                | (\$590)                               | (\$589)                           | 3.25%            | (\$2)    | (\$5)             |
| Jan-14 | (\$592)                                  | \$35,070                    | \$0                    | \$33,993       | \$1,078                              | \$486                                 | (\$53)                            | 3.25%            | (\$0)    | (\$5)             |
| Feb-14 | \$486                                    | \$20,401                    |                        | \$20,401       | \$0                                  | \$486                                 | \$486                             | 3.25%            | \$1      | (\$4)             |
| Mar-14 | \$487                                    | \$20,594                    |                        | \$20,597       | (\$3)                                | \$484                                 | \$486                             | 3.25%            | \$1      | (\$2)             |
| Apr-14 | \$485                                    | \$17,098                    |                        | \$17,088       | \$11                                 | \$496                                 | \$491                             | 3.25%            | \$1      | (\$1)             |
| May-14 | \$497                                    | \$16,008                    |                        | \$16,015       | (\$6)                                | \$491                                 | \$494                             | 3.25%            | \$1      | \$0               |
| Jun-14 | \$492                                    | \$15,362                    |                        | \$15,396       | (\$34)                               | \$458                                 | \$475                             | 3.25%            | \$1      | \$2               |
| Jul-14 | \$459                                    | \$16,256                    |                        | \$16,255       | \$0                                  | \$460                                 | \$460                             | 3.25%            | \$1      | \$3               |
| Aug-14 | \$461                                    | \$19,450                    |                        | \$19,452       | (\$2)                                | \$460                                 | \$460                             | 3.25%            | \$1      | \$4               |
| Sep-14 | \$461                                    | \$18,538                    |                        | \$18,538       | \$0                                  | \$461                                 | \$461                             | 3.25%            | \$1      | \$5               |

Cumulative Over/(Under) Collection of Stranded Cost

\$461

| Rate T | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--|-----------------------------|------------------------|----------------|--------------------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                                      | (b)                         | (c)                    | (d)            | (e)                                  | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13 | (\$78)                                   | \$1,462                     |                        | \$1,462        | \$0                                  | (\$78)                                | (\$78)                            | 3.25%            | (\$0)    | (\$0)             |
| Nov-13 | (\$78)                                   | \$2,024                     |                        | \$2,023        | \$0                                  | (\$78)                                | (\$78)                            | 3.25%            | (\$0)    | (\$0)             |
| Dec-13 | (\$78)                                   | \$3,138                     |                        | \$3,137        | \$0                                  | (\$78)                                | (\$78)                            | 3.25%            | (\$0)    | (\$1)             |
| Jan-14 | (\$78)                                   | \$2,935                     | \$0                    | \$2,905        | \$30                                 | (\$48)                                | (\$63)                            | 3.25%            | (\$0)    | (\$1)             |
| Feb-14 | (\$48)                                   | \$1,840                     |                        | \$1,840        | \$0                                  | (\$47)                                | (\$48)                            | 3.25%            | (\$0)    | (\$1)             |
| Mar-14 | (\$48)                                   | \$1,820                     |                        | \$1,820        | \$0                                  | (\$47)                                | (\$47)                            | 3.25%            | (\$0)    | (\$1)             |
| Apr-14 | (\$48)                                   | \$1,330                     |                        | \$1,330        | \$0                                  | (\$47)                                | (\$47)                            | 3.25%            | (\$0)    | (\$1)             |
| May-14 | (\$48)                                   | \$1,006                     |                        | \$1,007        | (\$0)                                | (\$48)                                | (\$48)                            | 3.25%            | (\$0)    | (\$1)             |
| Jun-14 | (\$48)                                   | \$775                       |                        | \$776          | (\$0)                                | (\$48)                                | (\$48)                            | 3.25%            | (\$0)    | (\$1)             |
| Jul-14 | (\$48)                                   | \$636                       |                        | \$636          | \$0                                  | (\$48)                                | (\$48)                            | 3.25%            | (\$0)    | (\$2)             |
| Aug-14 | (\$48)                                   | \$807                       |                        | \$808          | (\$0)                                | (\$48)                                | (\$48)                            | 3.25%            | (\$0)    | (\$2)             |
| Sep-14 | (\$48)                                   | \$785                       |                        | \$784          | \$0                                  | (\$48)                                | (\$48)                            | 3.25%            | (\$0)    | (\$2)             |

Cumulative Over/(Under) Collection of Stranded Cost

(\$48)

| Rate D-10 | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|-----------|--|-----------------------------|------------------------|----------------|--------------------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month     | (a)                                      | (b)                         | (c)                    | (d)            | (e)                                  | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13    | \$52                                     | \$466                       |                        | \$463          | \$3                                  | \$55                                  | \$54                              | 3.25%            | \$0      | \$0               |
| Nov-13    | \$55                                     | \$593                       |                        | \$589          | \$4                                  | \$60                                  | \$58                              | 3.25%            | \$0      | \$0               |
| Dec-13    | \$60                                     | \$909                       |                        | \$903          | \$6                                  | \$66                                  | \$63                              | 3.25%            | \$0      | \$0               |
| Jan-14    | \$66                                     | \$943                       | (\$37)                 | \$883          | \$22                                 | \$89                                  | \$78                              | 3.25%            | \$0      | \$1               |
| Feb-14    | \$89                                     | \$589                       |                        | \$576          | \$12                                 | \$101                                 | \$95                              | 3.25%            | \$0      | \$1               |
| Mar-14    | \$102                                    | \$527                       |                        | \$526          | \$1                                  | \$102                                 | \$102                             | 3.25%            | \$0      | \$1               |
| Apr-14    | \$103                                    | \$437                       |                        | \$437          | \$0                                  | \$103                                 | \$103                             | 3.25%            | \$0      | \$2               |
| May-14    | \$103                                    | \$328                       |                        | \$328          | \$0                                  | \$103                                 | \$103                             | 3.25%            | \$0      | \$2               |
| Jun-14    | \$103                                    | \$265                       |                        | \$265          | \$0                                  | \$103                                 | \$103                             | 3.25%            | \$0      | \$2               |
| Jul-14    | \$104                                    | \$288                       |                        | \$288          | (\$0)                                | \$104                                 | \$104                             | 3.25%            | \$0      | \$2               |
| Aug-14    | \$104                                    | \$281                       |                        | \$278          | \$2                                  | \$106                                 | \$105                             | 3.25%            | \$0      | \$3               |
| Sep-14    | \$106                                    | \$289                       |                        | \$290          | (\$0)                                | \$106                                 | \$106                             | 3.25%            | \$0      | \$3               |

Cumulative Over/(Under) Collection of Stranded Cost

\$106

| Streetlights | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj | CTC<br>Expense | Monthly<br>Over/<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------------|--|-----------------------------|----------------------|----------------|--------------------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month        | (a)                                      | (b)                         | (c)                  | (d)            | (e)                                  | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13       | (\$55)                                   | \$0                         |                      | \$0            | \$0                                  | (\$55)                                | (\$55)                            | 3.25%            | (\$0)    | (\$0)             |
| Nov-13       | (\$55)                                   | \$0                         |                      | \$0            | \$0                                  | (\$55)                                | (\$55)                            | 3.25%            | (\$0)    | (\$0)             |
| Dec-13       | (\$56)                                   | \$0                         |                      | \$0            | \$0                                  | (\$56)                                | (\$56)                            | 3.25%            | (\$0)    | (\$0)             |
| Jan-14       | (\$56)                                   | \$0                         | \$42                 | \$0            | \$42                                 | (\$14)                                | (\$35)                            | 3.25%            | (\$0)    | (\$1)             |
| Feb-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Mar-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Apr-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| May-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Jun-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Jul-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Aug-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |
| Sep-14       | (\$14)                                   | \$0                         |                      | \$0            | \$0                                  | (\$14)                                | (\$14)                            | 3.25%            | (\$0)    | (\$1)             |

Cumulative Over/(Under) Collection of Stranded Cost

(\$14)

- (a) Prior Month Column (f) + Prior Month Column (i)  
 (b) Company billing system report  
 (c) Jan 2014: Schedule DBS/HMT-3, Page 1  
 (d) Page 4  
 (e) Column (b) + Column (c) - Column (d)  
 (f) Column (a) + Column (e)  
 (g) [Column (a) + Column (f)] ÷ 2  
 (h) No interest is applied  
 (i) Column (g) x [Column (h) ÷ 12]  
 (j) Column (i) + Prior Month Column (j)

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Stranded Cost Reconciliation**  
**October 2013 Through September 2014**

| Rate G-1 | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|----------|--|-----------------------------|------------------------|----------------|-----------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month    | (a)                                      | (b)                         | (c)                    | (d)            | (e)                         | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13   | (\$679)                                  | \$45,175                    |                        | \$45,175       | \$0                         | (\$679)                               | (\$679)                           | 3.25%            | (\$2)    | (\$2)             |
| Nov-13   | (\$681)                                  | \$43,076                    |                        | \$43,076       | \$0                         | (\$681)                               | (\$681)                           | 3.25%            | (\$2)    | (\$4)             |
| Dec-13   | (\$683)                                  | \$42,540                    |                        | \$42,540       | \$0                         | (\$683)                               | (\$683)                           | 3.25%            | (\$2)    | (\$6)             |
| Jan-14   | (\$685)                                  | \$37,144                    | \$0                    | \$35,893       | \$1,252                     | \$567                                 | (\$59)                            | 3.25%            | (\$0)    | (\$6)             |
| Feb-14   | \$567                                    | \$23,116                    |                        | \$23,054       | \$62                        | \$628                                 | \$598                             | 3.25%            | \$2      | (\$4)             |
| Mar-14   | \$630                                    | \$21,227                    |                        | \$21,227       | \$0                         | \$630                                 | \$630                             | 3.25%            | \$2      | (\$2)             |
| Apr-14   | \$632                                    | \$25,025                    |                        | \$25,025       | \$0                         | \$632                                 | \$632                             | 3.25%            | \$2      | (\$1)             |
| May-14   | \$633                                    | \$24,648                    |                        | \$24,648       | (\$0)                       | \$633                                 | \$633                             | 3.25%            | \$2      | \$1               |
| Jun-14   | \$635                                    | \$25,537                    |                        | \$25,537       | \$0                         | \$635                                 | \$635                             | 3.25%            | \$2      | \$3               |
| Jul-14   | \$637                                    | \$25,430                    |                        | \$25,430       | \$0                         | \$637                                 | \$637                             | 3.25%            | \$2      | \$5               |
| Aug-14   | \$639                                    | \$18,104                    |                        | \$19,666       | (\$1,563)                   | (\$924)                               | (\$143)                           | 3.25%            | (\$0)    | \$4               |
| Sep-14   | (\$924)                                  | \$27,605                    |                        | \$27,605       | \$0                         | (\$924)                               | (\$924)                           | 3.25%            | (\$3)    | \$2               |

Cumulative Over/(Under) Collection of Stranded Cost

(\$924)

| Rate G-3 | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|----------|--|-----------------------------|------------------------|----------------|-----------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month    | (a)                                      | (b)                         | (c)                    | (d)            | (e)                         | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13   | \$83                                     | \$9,873                     |                        | \$9,973        | (\$100)                     | (\$17)                                | \$33                              | 3.25%            | \$0      | \$0               |
| Nov-13   | (\$17)                                   | \$5,837                     |                        | \$9,879        | (\$4,042)                   | (\$4,058)                             | (\$2,038)                         | 3.25%            | (\$6)    | (\$5)             |
| Dec-13   | (\$4,064)                                | \$11,782                    |                        | \$11,784       | (\$1)                       | (\$4,065)                             | (\$4,065)                         | 3.25%            | (\$11)   | (\$16)            |
| Jan-14   | (\$4,076)                                | \$10,484                    | \$0                    | \$9,886        | \$598                       | (\$3,478)                             | (\$3,777)                         | 3.25%            | (\$10)   | (\$27)            |
| Feb-14   | (\$3,489)                                | \$6,614                     |                        | \$6,612        | \$2                         | (\$3,487)                             | (\$3,488)                         | 3.25%            | (\$9)    | (\$36)            |
| Mar-14   | (\$3,496)                                | \$6,509                     |                        | \$6,509        | \$0                         | (\$3,496)                             | (\$3,496)                         | 3.25%            | (\$9)    | (\$46)            |
| Apr-14   | (\$3,506)                                | \$5,839                     |                        | \$5,836        | \$2                         | (\$3,503)                             | (\$3,504)                         | 3.25%            | (\$9)    | (\$55)            |
| May-14   | (\$3,513)                                | \$5,660                     |                        | \$5,661        | (\$1)                       | (\$3,513)                             | (\$3,513)                         | 3.25%            | (\$10)   | (\$65)            |
| Jun-14   | (\$3,523)                                | \$5,446                     |                        | \$5,446        | \$0                         | (\$3,523)                             | (\$3,523)                         | 3.25%            | (\$10)   | (\$74)            |
| Jul-14   | (\$3,532)                                | \$5,909                     |                        | \$5,909        | \$1                         | (\$3,532)                             | (\$3,532)                         | 3.25%            | (\$10)   | (\$84)            |
| Aug-14   | (\$3,541)                                | \$5,660                     |                        | \$5,660        | \$0                         | (\$3,541)                             | (\$3,541)                         | 3.25%            | (\$10)   | (\$93)            |
| Sep-14   | (\$3,551)                                | \$5,485                     |                        | \$5,484        | \$1                         | (\$3,550)                             | (\$3,550)                         | 3.25%            | (\$10)   | (\$103)           |

Cumulative Over/(Under) Collection of Stranded Cost

(\$3,550)

| Rate G-2 | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|----------|--|-----------------------------|------------------------|----------------|-----------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month    | (a)                                      | (b)                         | (c)                    | (d)            | (e)                         | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13   | (\$1,674)                                | \$17,637                    |                        | \$17,637       | \$0                         | (\$1,674)                             | (\$1,674)                         | 3.25%            | (\$5)    | (\$5)             |
| Nov-13   | (\$1,679)                                | \$17,200                    |                        | \$17,200       | \$0                         | (\$1,679)                             | (\$1,679)                         | 3.25%            | (\$5)    | (\$9)             |
| Dec-13   | (\$1,683)                                | \$18,980                    |                        | \$18,980       | \$0                         | (\$1,683)                             | (\$1,683)                         | 3.25%            | (\$5)    | (\$14)            |
| Jan-14   | (\$1,688)                                | \$15,995                    | \$0                    | \$14,795       | \$1,199                     | (\$488)                               | (\$1,088)                         | 3.25%            | (\$3)    | (\$17)            |
| Feb-14   | (\$491)                                  | \$11,531                    |                        | \$10,940       | \$590                       | \$99                                  | (\$196)                           | 3.25%            | (\$1)    | (\$17)            |
| Mar-14   | \$98                                     | \$10,181                    |                        | \$10,020       | \$161                       | \$260                                 | \$179                             | 3.25%            | \$0      | (\$17)            |
| Apr-14   | \$260                                    | \$9,516                     |                        | \$9,376        | \$141                       | \$401                                 | \$331                             | 3.25%            | \$1      | (\$16)            |
| May-14   | \$402                                    | \$9,882                     |                        | \$9,759        | \$123                       | \$525                                 | \$463                             | 3.25%            | \$1      | (\$14)            |
| Jun-14   | \$526                                    | \$9,931                     |                        | \$9,800        | \$132                       | \$658                                 | \$592                             | 3.25%            | \$2      | (\$13)            |
| Jul-14   | \$660                                    | \$10,639                    |                        | \$10,488       | \$152                       | \$811                                 | \$736                             | 3.25%            | \$2      | (\$11)            |
| Aug-14   | \$813                                    | \$10,096                    |                        | \$10,096       | \$0                         | \$813                                 | \$813                             | 3.25%            | \$2      | (\$9)             |
| Sep-14   | \$816                                    | \$9,377                     |                        | \$9,376        | \$0                         | \$816                                 | \$816                             | 3.25%            | \$2      | (\$6)             |

Cumulative Over/(Under) Collection of Stranded Cost

\$816

| Rate V | Over/<br>(Under)<br>Beginning<br>Balance | Stranded<br>Cost<br>Revenue | Stranded<br>Cost Adj't | CTC<br>Expense | Monthly<br>Over/<br>(Under) | Over/<br>(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--|-----------------------------|------------------------|----------------|-----------------------------|---------------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                                      | (b)                         | (c)                    | (d)            | (e)                         | (f)                                   | (g)                               | (h)              | (i)      | (j)               |
| Oct-13 | \$2                                      | \$26                        |                        | \$26           | \$0                         | \$3                                   | \$3                               | 3.25%            | \$0      | \$0               |
| Nov-13 | \$3                                      | \$27                        |                        | \$26           | \$0                         | \$3                                   | \$3                               | 3.25%            | \$0      | \$0               |
| Dec-13 | \$3                                      | \$43                        |                        | \$43           | \$1                         | \$4                                   | \$3                               | 3.25%            | \$0      | \$0               |
| Jan-14 | \$4                                      | \$51                        | (\$1)                  | \$42           | \$9                         | \$13                                  | \$8                               | 3.25%            | \$0      | \$0               |
| Feb-14 | \$13                                     | \$29                        |                        | \$31           | (\$2)                       | \$11                                  | \$12                              | 3.25%            | \$0      | \$0               |
| Mar-14 | \$11                                     | \$31                        |                        | \$24           | \$7                         | \$18                                  | \$14                              | 3.25%            | \$0      | \$0               |
| Apr-14 | \$18                                     | \$24                        |                        | \$24           | (\$0)                       | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |
| May-14 | \$18                                     | \$19                        |                        | \$19           | \$0                         | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |
| Jun-14 | \$18                                     | \$14                        |                        | \$14           | (\$0)                       | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |
| Jul-14 | \$18                                     | \$21                        |                        | \$21           | (\$0)                       | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |
| Aug-14 | \$18                                     | \$22                        |                        | \$22           | \$0                         | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |
| Sep-14 | \$18                                     | \$19                        |                        | \$19           | (\$0)                       | \$18                                  | \$18                              | 3.25%            | \$0      | \$0               |

Cumulative Over/(Under) Collection of Stranded Cost

\$18

(a) Prior Month Column (f) + Prior Month Column (i)

(b) Company billing system report

(c) Jan 2014: Schedule DBS/HMT-3, Page 1

(d) Page 4

(e) Column (b) + Column (c) - Column (d)

(f) Column (a) + Column (e)

(g) [Column (a) + Column (f)] ÷ 2

(h) No interest is applied

(i) Column (g) x [Column (h) ÷ 12]

(j) Column (i) + Prior Month Column (j)

Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Contract Termination Charge

| Rate Class                               | Oct-13     | Nov-13     | Dec-13     | Jan-14      | Feb-14     | Mar-14     | Apr-14     | May-14     | Jun-14     | Jul-14     | Aug-14     | Sep-14       |
|--|------------|------------|------------|-------------|------------|------------|------------|------------|------------|------------|------------|--------------|
| <b>D</b>                                 |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 18,075,070 | 19,926,125 | 25,890,524 | 29,847,103  | 25,501,383 | 25,745,896 | 21,359,563 | 20,018,419 | 19,244,617 | 20,319,367 | 24,315,016 | 23,172,568   |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$27,113   | \$29,889   | \$38,836   | \$33,993    | \$20,401   | \$20,597   | \$17,088   | \$16,015   | \$15,396   | \$16,255   | \$19,452   | \$ 18,538.05 |
| <b>D-10</b>                              |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 308,878    | 392,389    | 601,919    | 775,452     | 720,261    | 657,553    | 546,525    | 410,364    | 331,007    | 360,381    | 347,818    | 361,895      |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$463      | \$589      | \$903      | \$883       | \$576      | \$526      | \$437      | \$328      | \$265      | \$288      | \$278      | \$ 289.52    |
| <b>T</b>                                 |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 974,631    | 1,348,867  | 2,091,602  | 2,550,538   | 2,299,457  | 2,274,442  | 1,662,018  | 1,258,145  | 969,371    | 795,323    | 1,009,444  | 980,523      |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$1,462    | \$2,023    | \$3,137    | \$2,905     | \$1,840    | \$1,820    | \$1,330    | \$1,007    | \$776      | \$636      | \$808      | \$ 784.42    |
| <b>G-1</b>                               |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 30,116,605 | 28,717,417 | 28,360,157 | 31,515,508  | 28,818,036 | 26,533,975 | 31,281,454 | 30,810,470 | 31,920,818 | 31,787,453 | 24,583,117 | 34,505,949   |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$45,175   | \$43,076   | \$42,540   | \$35,893    | \$23,054   | \$21,227   | \$25,025   | \$24,648   | \$25,537   | \$25,430   | \$19,666   | \$ 27,604.76 |
| <b>G-2</b>                               |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 11,758,218 | 11,466,582 | 12,653,135 | 12,991,165  | 13,675,475 | 12,524,751 | 11,719,509 | 12,198,289 | 12,249,498 | 13,109,375 | 12,620,508 | 11,720,288   |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$17,637   | \$17,200   | \$18,980   | \$14,795    | \$10,940   | \$10,020   | \$9,376    | \$9,759    | \$9,800    | \$10,488   | \$10,096   | \$ 9,376.23  |
| <b>G-3</b>                               |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 6,648,898  | 6,585,745  | 7,855,881  | 8,680,249   | 8,265,252  | 8,136,136  | 7,295,473  | 7,076,397  | 6,807,406  | 7,385,777  | 7,074,560  | 6,855,563    |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$9,973    | \$9,879    | \$11,784   | \$9,886     | \$6,612    | \$6,509    | \$5,836    | \$5,661    | \$5,446    | \$5,909    | \$5,660    | \$ 5,484.45  |
| <b>V</b>                                 |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 17,123     | 17,663     | 28,577     | 36,609      | 39,033     | 30,403     | 30,403     | 23,124     | 17,771     | 26,267     | 26,973     | 23,158       |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$26       | \$26       | \$43       | \$42        | \$31       | \$24       | \$24       | \$19       | \$14       | \$21       | \$22       | \$ 18.53     |
| <b>Streetlights</b>                      |            |            |            |             |            |            |            |            |            |            |            |              |
| All kWh Deliveries                       | 0          | 0          | 0          | 0           | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0            |
| CTC                                      | \$0.00150  | \$0.00150  | \$0.00150  | (1)         | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080  | \$0.00080    |
| <b>Expense</b>                           | \$0        | \$0        | \$0        | \$0         | \$0        | \$0        | \$0        | \$0        | \$0        | \$0        | \$0        | \$ -         |
| <b>Total Contract Termination Charge</b> | \$101,849  | \$102,682  | \$116,223  | \$98,396.19 | \$63,455   | \$60,723   | \$59,116   | \$57,436   | \$57,232   | \$59,027   | \$55,982   | \$ 62,096    |

Source: kWhs per Transition Revenue Report - CR97989A

(1) January expense reflects a base stranded cost rate change from 0.15¢ per kWh to 0.08¢ per kWh for usage on or after January 1, 2014

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Summary of Stranded Cost**  
**Refund/Recovery Reconciliation**  
**Incurred October 2011 - September 2012**  
**Recovered/Refunded January 2013 - December 2013**

| <b>Rate Class</b>    | <b>Original Over<br/>(Under)<br/>Recovery</b> | <b>Remaining<br/>Over (Under)<br/>Recovery</b> |
|----------------------|---|--|
| <b>D</b>             | \$0   | \$0  |
| <b>D-10</b>          | (\$90)  | (\$37)   |
| <b>T</b>             | \$0   | \$0  |
| <b>G-1</b>           | \$0   | \$0  |
| <b>G-2</b>           | \$0   | \$0  |
| <b>G-3</b>           | \$0   | \$0  |
| <b>V</b>             | (\$7)   | (\$1)  |
| <b>Streetlights</b>  | \$76  | \$42   |
| <b>Total (Under)</b> | (\$21)  | \$4  |

Source: Pages 2 and 3; Schedule DBS-5 in DE 12-341

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**2012 Stranded Cost Adjustment Factor Reconciliation**  
**Reconciliation of Refund/Recovery**  
**Incurred October 2011 - September 2012**  
**Recovered/Refunded January 2013 - December 2013**

| Rate D | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|--------|--------------------------|---------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month  | (a)                      | (b)                             | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Feb-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Mar-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Apr-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| May-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jun-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jul-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Aug-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Sep-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Oct-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Nov-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Dec-13 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jan-14 | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |

Recovery Remaining **\$0**

| Rate T | Beginning Recovery Balance | Stranded Cost Adjustment Revenue | Ending Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|--------|----------------------------|----------------------------------|-------------------------|-----------------------------|---------------|----------|----------------|
| Month  | (a)                        | (b)                              | (c)                     | (d)                         | (e)           | (f)      | (g)            |
| Jan-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Feb-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Mar-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Apr-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| May-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Jun-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Jul-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Aug-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Sep-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Oct-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Nov-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Dec-13 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |
| Jan-14 | \$0                        | \$0                              | \$0                     | \$0                         | 3.25%         | \$0      | \$0            |

Recovery Remaining **\$0**

| Rate D-10 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|-----------|--------------------------|---------------------------------|-------------------------|-----------------------------|---------------|----------|----------------|
| Month     | (a)                      | (b)                             | (c)                     | (d)                         | (e)           | (f)      | (g)            |
| Jan-13    | (\$90)                   | \$2                             | (\$88)                  | (\$89)                      | 3.25%         | (\$0)    | (\$0)          |
| Feb-13    | (\$88)                   | \$7                             | (\$81)                  | (\$85)                      | 3.25%         | (\$0)    | (\$0)          |
| Mar-13    | (\$81)                   | \$6                             | (\$76)                  | (\$78)                      | 3.25%         | (\$0)    | (\$1)          |
| Apr-13    | (\$76)                   | \$5                             | (\$71)                  | (\$73)                      | 3.25%         | (\$0)    | (\$1)          |
| May-13    | (\$71)                   | \$4                             | (\$67)                  | (\$69)                      | 3.25%         | (\$0)    | (\$1)          |
| Jun-13    | (\$67)                   | \$3                             | (\$64)                  | (\$66)                      | 3.25%         | (\$0)    | (\$1)          |
| Jul-13    | (\$64)                   | \$4                             | (\$60)                  | (\$62)                      | 3.25%         | (\$0)    | (\$1)          |
| Aug-13    | (\$60)                   | \$4                             | (\$56)                  | (\$58)                      | 3.25%         | (\$0)    | (\$2)          |
| Sep-13    | (\$56)                   | \$4                             | (\$53)                  | (\$55)                      | 3.25%         | (\$0)    | (\$2)          |
| Oct-13    | (\$53)                   | \$3                             | (\$50)                  | (\$51)                      | 3.25%         | (\$0)    | (\$2)          |
| Nov-13    | (\$50)                   | \$4                             | (\$47)                  | (\$48)                      | 3.25%         | (\$0)    | (\$2)          |
| Dec-13    | (\$47)                   | \$6                             | (\$41)                  | (\$44)                      | 3.25%         | (\$0)    | (\$2)          |
| Jan-14    | (\$41)                   | \$4                             | (\$37)                  | (\$39)                      | 3.25%         | (\$0)    | (\$2)          |

Refund Remaining **(\$37)**

| Streetlights | Beginning Recovery Balance | Stranded Cost Adjustment Revenue | Ending Refund Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|--------------|----------------------------|----------------------------------|-----------------------|-----------------------------|---------------|----------|----------------|
| Month        | (a)                        | (b)                              | (c)                   | (d)                         | (e)           | (f)      | (g)            |
| Jan-13       | \$76                       | (\$3)                            | \$73                  | \$74                        | 3.25%         | \$0      | \$0            |
| Feb-13       | \$73                       | (\$3)                            | \$70                  | \$71                        | 3.25%         | \$0      | \$0            |
| Mar-13       | \$70                       | (\$3)                            | \$67                  | \$68                        | 3.25%         | \$0      | \$1            |
| Apr-13       | \$67                       | (\$4)                            | \$64                  | \$65                        | 3.25%         | \$0      | \$1            |
| May-13       | \$64                       | (\$3)                            | \$61                  | \$62                        | 3.25%         | \$0      | \$1            |
| Jun-13       | \$61                       | (\$3)                            | \$58                  | \$59                        | 3.25%         | \$0      | \$1            |
| Jul-13       | \$58                       | (\$3)                            | \$55                  | \$56                        | 3.25%         | \$0      | \$1            |
| Aug-13       | \$55                       | (\$3)                            | \$52                  | \$53                        | 3.25%         | \$0      | \$1            |
| Sep-13       | \$52                       | (\$3)                            | \$49                  | \$50                        | 3.25%         | \$0      | \$2            |
| Oct-13       | \$49                       | (\$3)                            | \$46                  | \$48                        | 3.25%         | \$0      | \$2            |
| Nov-13       | \$46                       | (\$1)                            | \$46                  | \$46                        | 3.25%         | \$0      | \$2            |
| Dec-13       | \$46                       | (\$3)                            | \$42                  | \$44                        | 3.25%         | \$0      | \$2            |
| Jan-14       | \$42                       | (\$1)                            | \$42                  | \$42                        | 3.25%         | \$0      | \$2            |

Recovery Remaining **\$42**

- (a) Beginning Balances: November 27, 2012 Retail Rate Filing in DE 12-341, Schedule MBR-4, Page 1; Prior Month Column (c) + Prior Month Column (f)  
(b) Company billing system report  
(c) Column (a) + Column (b)  
(d) [Column (a) + Column (c)] ÷ 2  
(e) Column (a) + Column (e)  
(f) Column (d) x [Column (e) ÷ 12]  
(g) Prior Month Column (g) + Column (f)

Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
2013 Stranded Cost Adjustment Factor Reconciliation  
Reconciliation of Refund/Recovery  
Incurred October 2011 - September 2012  
Recovered/Refunded January 2013 - December 2013

| Rate G-1 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Feb-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Mar-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Apr-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| May-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jun-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jul-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Aug-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Sep-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Oct-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Nov-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Dec-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jan-14   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |

Recovery Remaining \$0

| Rate G-2 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Feb-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Mar-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Apr-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| May-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jun-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jul-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Aug-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Sep-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Oct-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Nov-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Dec-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jan-14   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |

Recovery Remaining \$0

| Rate G-3 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Feb-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Mar-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Apr-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| May-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jun-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jul-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Aug-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Sep-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Oct-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Nov-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Dec-13   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |
| Jan-14   | \$0                      | \$0                             | \$0                              | \$0                         | 3.25%         | \$0      | \$0            |

Recovery Remaining \$0

| Rate V | Beginning Recovery Balance | Stranded Cost Adjustment Revenue | Ending Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|--------|----------------------------|----------------------------------|-------------------------|-----------------------------|---------------|----------|----------------|
| Month  | (a)                        | (b)                              | (c)                     | (d)                         | (e)           | (f)      | (g)            |
| Jan-13 | (\$7)                      | \$0                              | (\$7)                   | (\$7)                       | 3.25%         | (\$0)    | (\$0)          |
| Feb-13 | (\$7)                      | \$1                              | (\$6)                   | (\$6)                       | 3.25%         | (\$0)    | (\$0)          |
| Mar-13 | (\$6)                      | \$1                              | (\$6)                   | (\$6)                       | 3.25%         | (\$0)    | (\$0)          |
| Apr-13 | (\$6)                      | \$1                              | (\$5)                   | (\$5)                       | 3.25%         | (\$0)    | (\$0)          |
| May-13 | (\$5)                      | \$0                              | (\$5)                   | (\$5)                       | 3.25%         | (\$0)    | (\$0)          |
| Jun-13 | (\$5)                      | \$0                              | (\$4)                   | (\$5)                       | 3.25%         | (\$0)    | (\$0)          |
| Jul-13 | (\$4)                      | \$1                              | (\$4)                   | (\$4)                       | 3.25%         | (\$0)    | (\$0)          |
| Aug-13 | (\$4)                      | \$1                              | (\$3)                   | (\$4)                       | 3.25%         | (\$0)    | (\$0)          |
| Sep-13 | (\$3)                      | \$1                              | (\$3)                   | (\$3)                       | 3.25%         | (\$0)    | (\$0)          |
| Oct-13 | (\$3)                      | \$0                              | (\$2)                   | (\$3)                       | 3.25%         | (\$0)    | (\$0)          |
| Nov-13 | (\$2)                      | \$1                              | (\$2)                   | (\$2)                       | 3.25%         | (\$0)    | (\$0)          |
| Dec-13 | (\$2)                      | \$1                              | (\$1)                   | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Jan-14 | (\$1)                      | \$1                              | (\$1)                   | (\$1)                       | 3.25%         | \$0      | (\$0)          |

Recovery Remaining (\$1)

- (a) Beginning Balances: November 27, 2011 Retail Rate Filing in DE 12-341, Schedule MBR-4, Page 1; Prior Month Column (c) + Prior Month Column (f)  
(b) Company billing system report  
(c) Column (a) + Column (b)  
(d) [Column (a) + Column (c)] ÷ 2  
(e) Column (a) + Column (e)  
(f) Column (d) x [Column (e) ÷ 12]  
(g) Prior Month Column (g) + Column (f)



**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Summary of Stranded Cost**  
**Refund/Recovery Reconciliation**  
**Incurred October 2012 - September 2013**  
**Recovered/Refunded January 2014 - December 2014**

| <b>Rate Class</b>    | <b>Original Over<br/>(Under)<br/>Recovery</b> | <b>Remaining<br/>Over (Under)<br/>Recovery</b> |
|----------------------|---|--|
| <b>D</b>             | (\$597)                                       | (\$617)  |
| <b>D-10</b>          | (\$45)  | (\$46)   |
| <b>T</b>             | (\$78)  | (\$81)   |
| <b>G-1</b>           | (\$679)                                       | (\$702)  |
| <b>G-2</b>           | (\$1,674)                                     | (\$528)  |
| <b>G-3</b>           | \$83  | \$86   |
| <b>V</b>             | (\$3)   | (\$1)  |
| <b>Streetlights</b>  | \$19  | \$20   |
| <b>Total (Under)</b> | (\$2,974)                                     | (\$1,869)                                      |

Source: Schedule DBS/HMT-4, Pages 2 and 3

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**2014 Stranded Cost Adjustment Factor Reconciliation**  
**Reconciliation of Refund/Recovery**  
**Incurred October 2012 - September 2013**  
**Recovered/Refunded January 2014 - December 2014**

**Rate D**

|        | Beginning<br>Refund<br>Balance | Stranded<br>Cost<br>Adjustment<br>Refund | Ending<br>Refund<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--------------------------------|--|-----------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                            | (b)                                      | (c)                         | (d)                               | (e)              | (f)      | (g)               |
| Jan-14 | (\$597)                        | \$0                                      | (\$597)                     | (\$597)                           | 3.25%            | (\$2)    | (\$2)             |
| Feb-14 | (\$599)                        | \$0                                      | (\$599)                     | (\$599)                           | 3.25%            | (\$2)    | (\$3)             |
| Mar-14 | (\$601)                        | \$0                                      | (\$601)                     | (\$601)                           | 3.25%            | (\$2)    | (\$5)             |
| Apr-14 | (\$602)                        | \$0                                      | (\$602)                     | (\$602)                           | 3.25%            | (\$2)    | (\$7)             |
| May-14 | (\$604)                        | \$0                                      | (\$604)                     | (\$604)                           | 3.25%            | (\$2)    | (\$8)             |
| Jun-14 | (\$605)                        | \$0                                      | (\$605)                     | (\$605)                           | 3.25%            | (\$2)    | (\$10)            |
| Jul-14 | (\$607)                        | \$0                                      | (\$607)                     | (\$607)                           | 3.25%            | (\$2)    | (\$11)            |
| Aug-14 | (\$609)                        | \$0                                      | (\$609)                     | (\$609)                           | 3.25%            | (\$2)    | (\$13)            |
| Sep-14 | (\$610)                        | \$0                                      | (\$610)                     | (\$610)                           | 3.25%            | (\$2)    | (\$15)            |
| Oct-14 | (\$612)                        | \$0                                      | (\$612)                     | (\$612)                           | 3.25%            | (\$2)    | (\$16)            |
| Nov-14 | (\$614)                        |  | (\$614)                     | (\$614)                           | 3.25%            | (\$2)    | (\$18)            |
| Dec-14 | (\$615)                        |  | (\$615)                     | (\$615)                           | 3.25%            | (\$2)    | (\$20)            |
| Jan-15 | (\$617)                        |  | (\$617)                     | (\$617)                           | 3.25%            | (\$2)    | (\$21)            |

**Refund Remaining**

**(\$617)**

**Rate D-10**

|        | Beginning<br>Refund<br>Balance | Stranded<br>Cost<br>Adjustment<br>Revenue | Ending<br>Refund<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--------------------------------|---|-----------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                            | (b)                                       | (c)                         | (d)                               | (e)              | (f)      | (g)               |
| Jan-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$0)             |
| Feb-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$0)             |
| Mar-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$0)             |
| Apr-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$0)             |
| May-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$1)             |
| Jun-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$1)             |
| Jul-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$1)             |
| Aug-14 | (\$45)                         | \$0                                       | (\$45)                      | (\$45)                            | 3.25%            | (\$0)    | (\$1)             |
| Sep-14 | (\$46)                         | \$0                                       | (\$46)                      | (\$46)                            | 3.25%            | (\$0)    | (\$1)             |
| Oct-14 | (\$46)                         | \$0                                       | (\$46)                      | (\$46)                            | 3.25%            | (\$0)    | (\$1)             |
| Nov-14 | (\$46)                         |   | (\$46)                      | (\$46)                            | 3.25%            | (\$0)    | (\$1)             |
| Dec-14 | (\$46)                         |   | (\$46)                      | (\$46)                            | 3.25%            | (\$0)    | (\$1)             |
| Jan-15 | (\$46)                         |   | (\$46)                      | (\$46)                            | 3.25%            | (\$0)    | (\$2)             |

**Recovery Remaining**

**(\$46)**

**Rate T**

|        | Beginning<br>Refund<br>Balance | Stranded<br>Cost<br>Adjustment<br>Refund | Ending<br>Refund<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--------------------------------|--|-----------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                            | (b)                                      | (c)                         | (d)                               | (e)              | (f)      | (g)               |
| Jan-14 | (\$78)                         | \$0                                      | (\$78)                      | (\$78)                            | 3.25%            | (\$0)    | (\$0)             |
| Feb-14 | (\$78)                         | \$0                                      | (\$78)                      | (\$78)                            | 3.25%            | (\$0)    | (\$0)             |
| Mar-14 | (\$78)                         | \$0                                      | (\$78)                      | (\$78)                            | 3.25%            | (\$0)    | (\$1)             |
| Apr-14 | (\$79)                         | \$0                                      | (\$79)                      | (\$79)                            | 3.25%            | (\$0)    | (\$1)             |
| May-14 | (\$79)                         | \$0                                      | (\$79)                      | (\$79)                            | 3.25%            | (\$0)    | (\$1)             |
| Jun-14 | (\$79)                         | \$0                                      | (\$79)                      | (\$79)                            | 3.25%            | (\$0)    | (\$1)             |
| Jul-14 | (\$79)                         | \$0                                      | (\$79)                      | (\$79)                            | 3.25%            | (\$0)    | (\$1)             |
| Aug-14 | (\$80)                         | \$0                                      | (\$80)                      | (\$80)                            | 3.25%            | (\$0)    | (\$2)             |
| Sep-14 | (\$80)                         | \$0                                      | (\$80)                      | (\$80)                            | 3.25%            | (\$0)    | (\$2)             |
| Oct-14 | (\$80)                         | \$0                                      | (\$80)                      | (\$80)                            | 3.25%            | (\$0)    | (\$2)             |
| Nov-14 | (\$80)                         |  | (\$80)                      | (\$80)                            | 3.25%            | (\$0)    | (\$2)             |
| Dec-14 | (\$80)                         |  | (\$80)                      | (\$80)                            | 3.25%            | (\$0)    | (\$3)             |
| Jan-15 | (\$81)                         |  | (\$81)                      | (\$81)                            | 3.25%            | (\$0)    | (\$3)             |

**Refund Remaining**

**(\$81)**

**Streetlights**

|        | Beginning<br>Refund<br>Balance | Stranded<br>Cost<br>Adjustment<br>Refund | Ending<br>Recovery<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest | Total<br>Interest |
|--------|--------------------------------|--|-------------------------------|-----------------------------------|------------------|----------|-------------------|
| Month  | (a)                            | (b)                                      | (c)                           | (d)                               | (e)              | (f)      | (g)               |
| Jan-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| Feb-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| Mar-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| Apr-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| May-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| Jun-14 | \$19                           | \$0                                      | \$19                          | \$19                              | 3.25%            | \$0      | \$0               |
| Jul-14 | \$20                           | \$0                                      | \$20                          | \$20                              | 3.25%            | \$0      | \$0               |
| Aug-14 | \$20                           | \$0                                      | \$20                          | \$20                              | 3.25%            | \$0      | \$0               |
| Sep-14 | \$20                           | \$0                                      | \$20                          | \$20                              | 3.25%            | \$0      | \$0               |
| Oct-14 | \$20                           | \$0                                      | \$20                          | \$20                              | 3.25%            | \$0      | \$1               |
| Nov-14 | \$20                           |  | \$20                          | \$20                              | 3.25%            | \$0      | \$1               |
| Dec-14 | \$20                           |  | \$20                          | \$20                              | 3.25%            | \$0      | \$1               |
| Jan-15 | \$20                           |  | \$20                          | \$20                              | 3.25%            | \$0      | \$1               |

**Refund Remaining**

**\$20**

- (a) Beginning Balances: November 21, 2013 Retail Rate Filing in DE 13-327, Schedule DBS-5, Page 1; Prior Month Column (c) + Prior Month Column (f)  
(b) Company Billing System Report  
(c) Column (a) + Column (b)  
(d) [Column (a) + Column (c)] ÷ 2  
(e) No interest is applied  
(f) Column (d) x [Column (e) ÷ 12]  
(g) Prior Month Column (g) + Column (f)

Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
2014 Stranded Cost Adjustment Factor Reconciliation  
Reconciliation of Refund/Recovery  
Incurred October 2012 - September 2013  
Recovered/Refunded January 2014 - December 2014

| Rate G-1 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|-----------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                   | (d)                         | (e)           | (f)      | (g)            |
| Jan-14   | (\$679)                  | \$0                             | (\$679)               | (\$679)                     | 3.25%         | (\$2)    | (\$2)          |
| Feb-14   | (\$681)                  | \$0                             | (\$681)               | (\$681)                     | 3.25%         | (\$2)    | (\$4)          |
| Mar-14   | (\$683)                  | \$0                             | (\$683)               | (\$683)                     | 3.25%         | (\$2)    | (\$6)          |
| Apr-14   | (\$685)                  | \$0                             | (\$685)               | (\$685)                     | 3.25%         | (\$2)    | (\$7)          |
| May-14   | (\$687)                  | \$0                             | (\$687)               | (\$687)                     | 3.25%         | (\$2)    | (\$9)          |
| Jun-14   | (\$689)                  | \$0                             | (\$689)               | (\$689)                     | 3.25%         | (\$2)    | (\$11)         |
| Jul-14   | (\$691)                  | \$0                             | (\$691)               | (\$691)                     | 3.25%         | (\$2)    | (\$13)         |
| Aug-14   | (\$692)                  | \$0                             | (\$692)               | (\$692)                     | 3.25%         | (\$2)    | (\$15)         |
| Sep-14   | (\$694)                  | \$0                             | (\$694)               | (\$694)                     | 3.25%         | (\$2)    | (\$17)         |
| Oct-14   | (\$696)                  | \$0                             | (\$696)               | (\$696)                     | 3.25%         | (\$2)    | (\$19)         |
| Nov-14   | (\$698)                  |                                 | (\$698)               | (\$698)                     | 3.25%         | (\$2)    | (\$21)         |
| Dec-14   | (\$700)                  |                                 | (\$700)               | (\$700)                     | 3.25%         | (\$2)    | (\$22)         |
| Jan-15   | (\$702)                  |                                 | (\$702)               | (\$702)                     | 3.25%         | (\$2)    | (\$24)         |

Refund Remaining (\$702)

| Rate G-2 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-14   | (\$1,674)                | \$51                            | (\$1,624)                        | (\$1,649)                   | 3.25%         | (\$4)    | (\$4)          |
| Feb-14   | (\$1,628)                | \$130                           | (\$1,498)                        | (\$1,563)                   | 3.25%         | (\$4)    | (\$9)          |
| Mar-14   | (\$1,502)                | \$125                           | (\$1,378)                        | (\$1,440)                   | 3.25%         | (\$4)    | (\$13)         |
| Apr-14   | (\$1,381)                | \$117                           | (\$1,264)                        | (\$1,323)                   | 3.25%         | (\$4)    | (\$16)         |
| May-14   | (\$1,268)                | \$122                           | (\$1,146)                        | (\$1,207)                   | 3.25%         | (\$3)    | (\$19)         |
| Jun-14   | (\$1,149)                | \$122                           | (\$1,027)                        | (\$1,088)                   | 3.25%         | (\$3)    | (\$22)         |
| Jul-14   | (\$1,030)                | \$131                           | (\$899)                          | (\$964)                     | 3.25%         | (\$3)    | (\$25)         |
| Aug-14   | (\$901)                  | \$126                           | (\$775)                          | (\$838)                     | 3.25%         | (\$2)    | (\$27)         |
| Sep-14   | (\$777)                  | \$117                           | (\$660)                          | (\$719)                     | 3.25%         | (\$2)    | (\$29)         |
| Oct-14   | (\$662)                  | \$138                           | (\$524)                          | (\$593)                     | 3.25%         | (\$2)    | (\$31)         |
| Nov-14   | (\$525)                  |                                 | (\$525)                          | (\$525)                     | 3.25%         | (\$1)    | (\$32)         |
| Dec-14   | (\$527)                  |                                 | (\$527)                          | (\$527)                     | 3.25%         | (\$1)    | (\$34)         |
| Jan-15   | (\$528)                  |                                 | (\$528)                          | (\$528)                     | 3.25%         | (\$1)    | (\$35)         |

Refund Remaining (\$528)

| Rate G-3 | Beginning Refund Balance | Stranded Cost Adjustment Refund | Ending Refund Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|----------|--------------------------|---------------------------------|-----------------------|-----------------------------|---------------|----------|----------------|
| Month    | (a)                      | (b)                             | (c)                   | (d)                         | (e)           | (f)      | (g)            |
| Jan-14   | \$83                     | \$0                             | \$83                  | \$83                        | 3.25%         | \$0      | \$0            |
| Feb-14   | \$83                     | \$0                             | \$83                  | \$83                        | 3.25%         | \$0      | \$0            |
| Mar-14   | \$84                     | \$0                             | \$84                  | \$84                        | 3.25%         | \$0      | \$1            |
| Apr-14   | \$84                     | \$0                             | \$84                  | \$84                        | 3.25%         | \$0      | \$1            |
| May-14   | \$84                     | \$0                             | \$84                  | \$84                        | 3.25%         | \$0      | \$1            |
| Jun-14   | \$84                     | \$0                             | \$84                  | \$84                        | 3.25%         | \$0      | \$1            |
| Jul-14   | \$85                     | \$0                             | \$85                  | \$85                        | 3.25%         | \$0      | \$2            |
| Aug-14   | \$85                     | \$0                             | \$85                  | \$85                        | 3.25%         | \$0      | \$2            |
| Sep-14   | \$85                     | \$0                             | \$85                  | \$85                        | 3.25%         | \$0      | \$2            |
| Oct-14   | \$85                     | \$0                             | \$85                  | \$85                        | 3.25%         | \$0      | \$2            |
| Nov-14   | \$86                     |                                 | \$86                  | \$86                        | 3.25%         | \$0      | \$3            |
| Dec-14   | \$86                     |                                 | \$86                  | \$86                        | 3.25%         | \$0      | \$3            |
| Jan-15   | \$86                     |                                 | \$86                  | \$86                        | 3.25%         | \$0      | \$3            |

Refund Remaining \$86

| Rate V | Beginning Refund Balance | Stranded Cost Adjustment Recovery | Ending Refund / Recovery Balance | Balance Subject to Interest | Interest Rate | Interest | Total Interest |
|--------|--------------------------|-----------------------------------|----------------------------------|-----------------------------|---------------|----------|----------------|
| Month  | (a)                      | (b)                               | (c)                              | (d)                         | (e)           | (f)      | (g)            |
| Jan-14 | (\$3)                    | \$1                               | (\$2)                            | (\$2)                       | 3.25%         | (\$0)    | (\$0)          |
| Feb-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | (\$0)    | (\$0)          |
| Mar-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | (\$0)    | (\$0)          |
| Apr-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | (\$0)    | (\$0)          |
| May-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Jun-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Jul-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Aug-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Sep-14 | (\$2)                    | \$0                               | (\$2)                            | (\$2)                       | 3.25%         | \$0      | (\$0)          |
| Oct-14 | (\$2)                    | \$0                               | (\$1)                            | (\$1)                       | 3.25%         | \$0      | (\$0)          |
| Nov-14 | (\$1)                    |                                   | (\$1)                            | (\$1)                       | 3.25%         | \$0      | (\$0)          |
| Dec-14 | (\$1)                    |                                   | (\$1)                            | (\$1)                       | 3.25%         | \$0      | (\$0)          |
| Jan-15 | (\$1)                    |                                   | (\$1)                            | (\$1)                       | 3.25%         | \$0      | (\$0)          |

Recovery Remaining (\$1)

- (a) Beginning Balances: November 21, 2013 Retail Rate Filing in DE 13-327, Schedule MBR-5, Page 1; Prior Month Column (c) + Prior Month Column (f)  
(b) Company Billing System Report  
(c) Column (a) + Column (b)  
(d) [Column (a) + Column (c)] ÷ 2  
(e) No interest is applied  
(f) Column (d) x [Column (e) ÷ 12]  
(g) Prior Month Column (g) + Column (f)

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Calculation of Stranded Cost Adjustment Factor**  
**January 1, 2015 - December 31, 2015**

| <b>Rate Class</b>   | <b>Total<br/>Over/(Under)<br/>Collection</b> | <b>Total 2015<br/>Forecasted<br/>kWhs</b> | <b>2015 Stranded Cost<br/>Adj. Factor<br/>Charge/(Credit)</b> |
|---------------------|--|---|---|
|                     | (a)  | (b)                                       | (c)   |
| <b>D</b>            | \$461  | 288,780,027                               | \$0.00000   |
| <b>D-10</b>         | \$106  | 5,155,133                                 | (\$0.00002)   |
| <b>T</b>            | (\$48)                                       | 17,404,351                                | \$0.00000   |
| <b>G-1</b>          | (\$924)                                      | 394,203,480                               | \$0.00000   |
| <b>G-2</b>          | \$816  | 158,446,220                               | \$0.00000   |
| <b>G-3</b>          | (\$3,550)                                    | 94,284,109                                | \$0.00003   |
| <b>V</b>            | \$18   | 4,555,800                                 | \$0.00000   |
| <b>Streetlights</b> | (\$14)                                       | 282,040                                   | \$0.00005   |
|                     | (\$3,135)                                    | 963,111,160                               | \$0.00000   |

- (a) Schedule DBS/HMT-2, Page 1  
(b) Company forecast  
(c) Column (a) ÷ Column (b), truncated after 5 decimal places

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Transmission Charge Reconciliation  
October 2013 Through September 2014**

| Month      | Over/(Under)<br>Beginning<br>Balance | Transmission<br>Revenue | Adjustments | Transmission<br>Expense | Monthly<br>Over/(Under) | Over/(Under)<br>Ending<br>Balance | Balance<br>Subject to<br>Interest | Interest<br>Rate | Interest  | Cumulative<br>Interest |
|------------|--------------------------------------|-------------------------|-------------|-------------------------|-------------------------|-----------------------------------|-----------------------------------|------------------|-----------|------------------------|
| Section 1: | (a)                                  | (b)                     | (c)         | (d)                     | (e)                     | (f)                               | (g)                               | (h)              | (i)       | (j)                    |
| Oct-13     | \$0                                  | \$1,268,701             | \$27,781    | \$1,243,758             | \$52,724                | \$52,724                          | \$26,362                          | 3.25%            | \$71      | \$71                   |
| Nov-13     | \$52,796                             | \$1,277,890             |             | \$1,559,035             | (\$281,145)             | (\$228,349)                       | (\$87,777)                        | 3.25%            | (\$238)   | (\$166)                |
| Dec-13     | (\$228,587)                          | \$1,447,035             |             | \$1,650,046             | (\$203,011)             | (\$431,598)                       | (\$330,092)                       | 3.25%            | (\$894)   | (\$1,060)              |
| Jan-14     | (\$432,492)                          | \$1,664,019             |             | \$1,692,909             | (\$28,890)              | (\$461,382)                       | (\$446,937)                       | 3.25%            | (\$1,210) | (\$2,271)              |
| Feb-14     | (\$462,593)                          | \$1,586,228             |             | \$1,423,407             | \$162,821               | (\$299,772)                       | (\$381,182)                       | 3.25%            | (\$1,032) | (\$3,303)              |
| Mar-14     | (\$300,804)                          | \$1,522,913             |             | \$1,498,214             | \$24,699                | (\$276,105)                       | (\$288,454)                       | 3.25%            | (\$781)   | (\$4,084)              |
| Apr-14     | (\$276,886)                          | \$1,458,529             |             | \$1,854,773             | (\$396,244)             | (\$673,130)                       | (\$475,008)                       | 3.25%            | (\$1,286) | (\$5,371)              |
| May-14     | (\$674,417)                          | \$1,414,417             |             | \$1,555,976             | (\$141,559)             | (\$815,975)                       | (\$745,196)                       | 3.25%            | (\$2,018) | (\$7,389)              |
| Jun-14     | (\$817,994)                          | \$1,402,069             |             | \$2,203,716             | (\$801,646)             | (\$1,619,640)                     | (\$1,218,817)                     | 3.25%            | (\$3,301) | (\$10,690)             |
| Jul-14     | (\$1,622,941)                        | \$1,452,551             | (\$22,550)  | \$1,968,751             | (\$538,750)             | (\$2,161,691)                     | (\$1,892,316)                     | 3.25%            | (\$5,125) | (\$15,815)             |
| Aug-14     | (\$2,166,816)                        | \$1,393,423             |             | \$1,383,698             | \$9,725                 | (\$2,157,091)                     | (\$2,161,953)                     | 3.25%            | (\$5,855) | (\$21,670)             |
| Sep-14     | (\$2,162,946)                        | \$1,515,752             |             | \$1,659,603             | (\$143,850)             | (\$2,306,797)                     | (\$2,234,871)                     | 3.25%            | (\$6,053) | (\$27,723)             |
| Oct-14     | (\$2,312,849)                        |                         |             | \$0                     | \$0                     | (\$2,312,849)                     | (\$2,312,849)                     | 3.25%            | (\$6,264) | (\$33,987)             |
|            |                                      | <u>\$17,403,527</u>     |             | <u>\$19,693,884</u>     |                         |                                   |                                   |                  |           |                        |

**Projected Cumulative Over/(Under) Collection of Transmission Charge (\$2,319,113)**

- (a) Prior Month Column (f) + Prior Month Column (i)
- (b) Company billing system report
- (c) GL adjustments which tie to the books
- (d) Page 2
- (e) Column (b) + Column (c) - Column (d)
- (f) Column (a) + Column (e)
- (g) [Column (a) + Column (f)] ÷ 2
- (h) No interest is applied
- (i) Column (g) x [Column (h) ÷ 12]
- (j) Column (i) + Prior Month Column (j)

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Transmission Expense**

|                     | <b>NEP<br/>Transmission<br/>Expense</b> | <b>ISO-NE<br/>Regional<br/>Expense</b> | <b>ISO-NE<br/>Administrative<br/>Expense</b> | <b>Load<br/>Response<br/>Expense</b> | <b>Other<br/>Expense</b> | <b>Total<br/>Transmission<br/>Expense</b> |
|---------------------|---|--|--|--------------------------------------|--------------------------|---|
| <b>October 2013</b> | \$254,654                               | \$935,367                              | \$21,378                                     | \$0                                  | \$0                      | \$1,211,399                               |
| <b>November</b>     | \$445,427                               | \$1,069,060                            | \$24,113                                     | \$0                                  | \$0                      | \$1,538,600                               |
| <b>December</b>     | \$430,320                               | \$1,162,695                            | \$26,595                                     | \$0                                  | \$0                      | \$1,619,610                               |
| <b>January 2014</b> | \$314,327                               | \$1,166,352                            | \$24,772                                     | \$0                                  | \$0                      | \$1,505,451                               |
| <b>February</b>     | \$380,351                               | \$1,092,657                            | \$23,956                                     | \$0                                  | \$0                      | \$1,496,964                               |
| <b>March</b>        | \$704,648                               | \$1,082,767                            | \$23,503                                     | \$0                                  | \$0                      | \$1,810,918                               |
| <b>April</b>        | \$332,195                               | \$936,467                              | \$19,885                                     | \$0                                  | \$0                      | \$1,288,547                               |
| <b>May</b>          | \$562,304                               | \$962,668                              | \$20,780                                     | \$0                                  | \$0                      | \$1,545,752                               |
| <b>June</b>         | \$656,019                               | \$1,281,923                            | \$26,359                                     | \$0                                  | \$0                      | \$1,964,301                               |
| <b>July</b>         | \$362,796                               | \$1,508,611                            | \$31,202                                     | \$0                                  | \$0                      | \$1,902,609                               |
| <b>August</b>       | \$219,221                               | \$1,377,035                            | \$28,255                                     | \$0                                  | \$0                      | \$1,624,511                               |
| <b>September</b>    | \$419,264                               | \$1,388,775                            | \$32,282                                     | \$0                                  | \$0                      | \$1,840,321                               |
| <b>Total</b>        | <b>\$5,081,526</b>                      | <b>\$13,964,377</b>                    | <b>\$303,080</b>                             | <b>\$0</b>                           | <b>\$0</b>               | <b>\$19,348,983</b>                       |

Source: Monthly NEP, NEPOOL, and ISO Bills

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities**  
**Calculation of Transmission Service Adjustment Factor**  
**Effective January 1, 2015 - December 31, 2015**

|   |                           |
|---|---------------------------|
| (1) <b>Transmission Service Under Collection</b>          | <b>\$2,319,113</b>        |
| (2) <b>Forecast 2015 kWh Deliveries</b>                   | <b><u>963,111,161</u></b> |
| (3) <b>Transmission Service Adjustment Factor per kWh</b> | <b>\$0.00240</b>          |

- (1) Schedule DBS/HMT-6, Page 1 of 2
- (2) Per Company forecast
- (3) Line (1) ÷ Line (2), truncated after 5 decimal places

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
2015 Transmission Charge Calculation**

|   | <b>Total</b>     | <b>D</b>         | <b>D-10</b>      | <b>T</b>           | <b>G-1</b>       | <b>G-2</b>       | <b>G-3</b>       | <b>V</b>         | <b>Streetlights</b> |
|---|------------------|------------------|------------------|--------------------|------------------|------------------|------------------|------------------|---------------------|
| (1) <b>Estimate of 2015 Transmission Expense</b>              | \$22,564,165     |                  |                  |                    |                  |                  |                  |                  |                     |
| (2) <b>Coincident Peak (KW)</b>                               | 1,852,416        | 595,458          | 10,485           | 33,304             | 708,733          | 312,856          | 184,894          | 676              | 6,010               |
| (3) <b>Coincident Peak Allocator</b>                          | 100.00%          | 32.14%           | 0.57%            | 1.80%              | 38.26%           | 16.89%           | 9.98%            | 0.04%            | 0.32%               |
| (4) <b>Allocated 2015 Transmission Expense</b>                | \$22,564,165     | \$7,253,237      | \$127,717        | \$405,674          | \$8,633,033      | \$3,810,880      | \$2,252,182      | \$8,234          | \$73,207            |
| (5) <b>Forecasted 2015 kWh Sales</b>                          | 963,111,161      | 288,780,027      | 5,155,133        | 17,404,351         | 394,203,480      | 158,446,220      | 94,284,109       | 282,040          | 4,555,800           |
| (6) <b>2015 Transmission Charge per kWh</b>                   | <b>\$0.02342</b> | <b>\$0.02511</b> | <b>\$0.02477</b> | <b>\$0.02330</b>   | <b>\$0.02189</b> | <b>\$0.02405</b> | <b>\$0.02388</b> | <b>\$0.02919</b> | <b>\$0.01606</b>    |
| (7) <b>2014 Transmission Charge per kWh</b>                   | \$0.01948        | \$0.02094        | \$0.02436        | \$0.02503          | \$0.01702        | \$0.02125        | \$0.02086        | \$0.02845        | \$0.01495           |
| (8) <b>Increase (Decrease) in Transmission Charge per kWh</b> | <b>\$0.00394</b> | <b>\$0.00417</b> | <b>\$0.00041</b> | <b>(\$0.00173)</b> | <b>\$0.00487</b> | <b>\$0.00280</b> | <b>\$0.00302</b> | <b>\$0.00074</b> | <b>\$0.00111</b>    |

- (1) Schedule JDW-1, Line (10)  
(2) Page 2 of 2  
(3) Line (2) as a percent of total Line (2)  
(4) Line (1) x Line (3)  
(5) Per Company Forecast  
(6) Line (4) ÷ Line (5), truncated after 5 decimal places  
(7) Per Currently Effective Tariffs, excluding transmission adjustment factor of \$0.00022  
(8) Line (6) - Line (7)



**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
2013 Coincident Peak Data**

|                  | <b>Total</b>     | <b>D</b>       | <b>D-10</b>   | <b>T</b>      | <b>G-1</b>     | <b>G-2</b>     | <b>G-3</b>     | <b>V</b>   | <b>Streetlights</b> |
|------------------|------------------|----------------|---------------|---------------|----------------|----------------|----------------|------------|---------------------|
| <b>January</b>   | 156,544          | 60,944         | 1,471         | 4,880         | 49,502         | 24,141         | 14,524         | 74         | 1,008               |
| <b>February</b>  | 145,354          | 53,428         | 1,172         | 3,952         | 47,924         | 23,189         | 14,527         | 69         | 1,093               |
| <b>March</b>     | 144,088          | 54,593         | 1,171         | 3,966         | 47,664         | 21,391         | 14,152         | 70         | 1,081               |
| <b>April</b>     | 122,359          | 41,982         | 675           | 2,128         | 48,458         | 18,898         | 10,173         | 38         | 7                   |
| <b>May</b>       | 128,382          | 21,912         | 412           | 1,232         | 66,330         | 24,727         | 13,727         | 34         | 8                   |
| <b>June</b>      | 172,908          | 45,339         | 796           | 2,092         | 72,973         | 32,563         | 19,059         | 78         | 8                   |
| <b>July</b>      | 186,726          | 53,661         | 760           | 2,171         | 74,078         | 32,944         | 23,039         | 65         | 8                   |
| <b>August</b>    | 177,568          | 49,355         | 708           | 2,058         | 73,632         | 33,472         | 18,274         | 61         | 8                   |
| <b>September</b> | 191,391          | 53,982         | 736           | 2,222         | 79,702         | 34,218         | 20,462         | 62         | 7                   |
| <b>October</b>   | 129,397          | 39,548         | 419           | 1,363         | 54,985         | 20,976         | 11,108         | 26         | 972                 |
| <b>November</b>  | 142,089          | 54,161         | 898           | 2,983         | 48,105         | 23,146         | 11,836         | 40         | 920                 |
| <b>December</b>  | <u>155,610</u>   | <u>66,553</u>  | <u>1,267</u>  | <u>4,257</u>  | <u>45,380</u>  | <u>23,191</u>  | <u>14,013</u>  | <u>59</u>  | <u>890</u>          |
| <b>Total</b>     | <b>1,852,416</b> | <b>595,458</b> | <b>10,485</b> | <b>33,304</b> | <b>708,733</b> | <b>312,856</b> | <b>184,894</b> | <b>676</b> | <b>6,010</b>        |

Source: Company Load Data

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Calculation of RGGI Auction Excess Revenue Adjustment Factor**

| Month        | Beginning<br>Balance<br>With Interest | RGGI<br>Rebate | Estimated<br>Refund | Ending<br>Balance | Balance<br>Subject to<br>Interest | Effective<br>Interest<br>Rate | Interest | Cumulative<br>Interest |
|--------------|---------------------------------------|----------------|---------------------|-------------------|-----------------------------------|-------------------------------|----------|------------------------|
|              | (a)                                   | (b)            | (c)                 | (d)               | (e)                               | (f)                           | (g)      | (h)                    |
| June 2014    | \$0                                   | \$167,901      |                     | \$167,901         | \$83,951                          | 3.25%                         | \$224    | \$224                  |
| July         | \$168,125                             | \$326,113      |                     | \$494,238         | \$331,182                         | 3.25%                         | \$884    | \$1,108                |
| August       | \$495,122                             |                |                     | \$495,122         | \$495,122                         | 3.25%                         | \$1,321  | \$2,429                |
| September    | \$496,443                             |                |                     | \$496,443         | \$496,443                         | 3.25%                         | \$1,325  | \$3,754                |
| October      | \$497,768                             |                |                     | \$497,768         | \$497,768                         | 3.25%                         | \$1,328  | \$5,083                |
| November     | \$499,097                             |                |                     | \$499,097         | \$499,097                         | 3.25%                         | \$1,332  | \$6,415                |
| December     | \$500,429                             |                |                     | \$500,429         | \$500,429                         | 3.25%                         | \$1,336  | \$7,750                |
| January 2015 | \$501,764                             |                | (\$41,814)          | \$459,951         | \$480,857                         | 3.25%                         | \$1,283  | \$9,034                |
| February     | \$461,234                             |                | (\$41,930)          | \$419,303         | \$440,269                         | 3.25%                         | \$1,175  | \$10,209               |
| March        | \$420,478                             |                | (\$42,048)          | \$378,431         | \$399,455                         | 3.25%                         | \$1,066  | \$11,275               |
| April        | \$379,497                             |                | (\$42,166)          | \$337,330         | \$358,414                         | 3.25%                         | \$957    | \$12,231               |
| May          | \$338,287                             |                | (\$42,286)          | \$296,001         | \$317,144                         | 3.25%                         | \$846    | \$13,078               |
| June         | \$296,847                             |                | (\$42,407)          | \$254,441         | \$275,644                         | 3.25%                         | \$736    | \$13,813               |
| July         | \$255,176                             |                | (\$42,529)          | \$212,647         | \$233,912                         | 3.25%                         | \$624    | \$14,437               |
| August       | \$213,271                             |                | (\$42,654)          | \$170,617         | \$191,944                         | 3.25%                         | \$512    | \$14,950               |
| September    | \$171,129                             |                | (\$42,782)          | \$128,347         | \$149,738                         | 3.25%                         | \$400    | \$15,349               |
| October      | \$128,747                             |                | (\$42,916)          | \$85,831          | \$107,289                         | 3.25%                         | \$286    | \$15,636               |
| November     | \$86,117                              |                | (\$43,059)          | \$43,059          | \$64,588                          | 3.25%                         | \$172    | \$15,808               |
| December     | \$43,231                              |                | (\$43,231)          | \$0               |                                   |                               |          |                        |

Total Refund (\$509,822)

Refund Rate (\$/kWh): (\$0.00053)

- (a) Prior month Column (d) + prior month Column (g)
- (b) Actual 2014 RGGI Rebates
- (c) Column (a) ÷ number of remaining months in recovery period
- (d) Column (a) + Column (b) + Column (c)
- (e) Average of Column (a) and Column (c)
- (f) Interest rate on customer deposits
- (g) Column (e) x [ (1 + Column (f) ) ^ ( 1 ÷ 12 ) - 1 ]
- (h) Prior month Column (h) + Current month Column (g)

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Calculation of Border Sales Settlement Adjustment Factor**

| Month        | Beginning<br>Balance<br>With Interest | Estimated<br>Refund | Ending<br>Balance | Balance<br>Subject to<br>Interest | Effective<br>Interest<br>Rate | Interest | Cumulative<br>Interest |
|--------------|---------------------------------------|---------------------|-------------------|-----------------------------------|-------------------------------|----------|------------------------|
|              | (a)                                   | (b)                 | (c)               | (d)                               | (e)                           | (f)      | (g)                    |
| May 2014     | \$107,927                             |                     | \$107,927         | \$107,927                         | 3.25%                         | \$288    | \$288                  |
| June         | \$108,215                             |                     | \$108,215         | \$108,215                         | 3.25%                         | \$289    | \$577                  |
| July         | \$108,504                             |                     | \$108,504         | \$108,504                         | 3.25%                         | \$290    | \$866                  |
| August       | \$108,793                             |                     | \$108,793         | \$108,793                         | 3.25%                         | \$290    | \$1,157                |
| September    | \$109,083                             |                     | \$109,083         | \$109,083                         | 3.25%                         | \$291    | \$1,448                |
| October      | \$109,375                             |                     | \$109,375         | \$109,375                         | 3.25%                         | \$292    | \$1,740                |
| November     | \$109,666                             |                     | \$109,666         | \$109,666                         | 3.25%                         | \$293    | \$2,032                |
| December     | \$109,959                             |                     | \$109,959         | \$109,959                         | 3.25%                         | \$293    | \$2,326                |
| January 2015 | \$110,253                             | (\$9,188)           | \$101,065         | \$105,659                         | 3.25%                         | \$282    | \$2,608                |
| February     | \$101,347                             | (\$9,213)           | \$92,134          | \$96,740                          | 3.25%                         | \$258    | \$2,866                |
| March        | \$92,392                              | (\$9,239)           | \$83,153          | \$87,772                          | 3.25%                         | \$234    | \$3,100                |
| April        | \$83,387                              | (\$9,265)           | \$74,122          | \$78,754                          | 3.25%                         | \$210    | \$3,311                |
| May          | \$74,332                              | (\$9,291)           | \$65,040          | \$69,686                          | 3.25%                         | \$186    | \$3,497                |
| June         | \$65,226                              | (\$9,318)           | \$55,908          | \$60,567                          | 3.25%                         | \$162    | \$3,658                |
| July         | \$56,070                              | (\$9,345)           | \$46,725          | \$51,397                          | 3.25%                         | \$137    | \$3,795                |
| August       | \$46,862                              | (\$9,372)           | \$37,490          | \$42,176                          | 3.25%                         | \$113    | \$3,908                |
| September    | \$37,602                              | (\$9,401)           | \$28,202          | \$32,902                          | 3.25%                         | \$88     | \$3,996                |
| October      | \$28,289                              | (\$9,430)           | \$18,860          | \$23,575                          | 3.25%                         | \$63     | \$4,059                |
| November     | \$18,923                              | (\$9,461)           | \$9,461           | \$14,192                          | 3.25%                         | \$38     | \$4,096                |
| December     | \$9,499                               | (\$9,499)           | \$0               |                                   |                               |          |                        |

Total Refund (\$112,023)

Refund Rate (\$/kWh): (\$0.00012)

- (a) May 2014 Actual Transmission Border Sales Settlement Amount; all other months = prior month Column (c) + prior month Column (f)  
(b) Column (a) ÷ number of remaining months in recovery period  
(c) Column (a) + Column (b)  
(d) Average of Column (a) and Column (c)  
(e) Interest rate on customer deposits  
(f) Column (d) x [ (1 + Column (e) ) ^ ( 1 ÷ 12 ) - 1 ]  
(g) Prior month Column (g) + Current month Column (f)

**Liberty Utilities (Granite State Electric) Corp. d/b/a Liberty Utilities  
Typical Residential Customer  
Bill Comparison**

Usage                      665 kWh

| <u>Proposed Rates:</u>            |            | <u>Amount</u>   |
|-----------------------------------|------------|-----------------|
| Customer Charge                   | \$11.81    | \$11.81         |
| Distribution Charge               |            |                 |
| 1st 250 kWh                       | \$0.03197  | \$7.99          |
| excess of 250 kWh                 | \$0.04797  | \$19.91         |
| Storm Recovery Adjustment         | \$0.00221  | \$1.47          |
| Transmission Charge               | \$0.02686  | \$17.86         |
| Stranded Cost Charge              | -\$0.00150 | -\$1.00         |
| System Benefits Charge            | \$0.00330  | \$2.19          |
| Electricity Consumption Tax       | \$0.00055  | <u>\$0.37</u>   |
| Subtotal Retail Delivery Services |            | \$60.61         |
| Default Service Charge            | \$0.15487  | <u>\$102.99</u> |
| Total Bill                        |            | \$163.60        |

Current Rates

|                                   |           |                 |
|-----------------------------------|-----------|-----------------|
| Customer Charge                   | \$11.81   | \$11.81         |
| Distribution Charge               |           |                 |
| 1st 250 kWh                       | \$0.03197 | \$7.99          |
| excess of 250 kWh                 | \$0.04797 | \$19.91         |
| Storm Recovery Adjustment         | \$0.00221 | \$1.47          |
| Transmission Charge               | \$0.02116 | \$14.07         |
| Stranded Cost Charge              | \$0.00080 | \$0.53          |
| System Benefits Charge            | \$0.00330 | \$2.19          |
| Electricity Consumption Tax       | \$0.00055 | <u>\$0.37</u>   |
| Subtotal Retail Delivery Services |           | \$58.34         |
| Default Service Charge            | \$0.15487 | <u>\$102.99</u> |
| Total Bill                        |           | \$161.33        |

|  |               |
|--|---------------|
| <b>\$ increase in 665 kWh Total Residential Bill</b> | <b>\$2.26</b> |
| <b>% increase in 665 kWh Total Residential Bill</b>  | <b>1.40%</b>  |

**SUMMARY OF RATES**

RATES EFFECTIVE ~~NOVEMBER 1, 2014~~ JANUARY 1, 2015  
FOR USAGE ON AND AFTER ~~NOVEMBER 1, 2014~~ JANUARY 1, 2015

| Rate | Blocks  | Distribution Charge (1), (2), (3) | Storm Recovery Adjustment Factor | Electricity Consumption Tax | Transmission Charge (4)          | Systems Benefits Charge | Stranded Cost Charge                | Total Retail Delivery Services |
|------|---|-----------------------------------|----------------------------------|-----------------------------|----------------------------------|-------------------------|-------------------------------------|--------------------------------|
|      | Customer Charge                                     | \$11.81                           |                                  |                             |                                  |                         |                                     | \$11.81                        |
|      | 1st 250 kWh   | \$0.03197                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>686</del> <u>446</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.05999                      |
|      | Excess 250 kWh                                      | \$0.04797                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>686</del> <u>446</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.07599                      |
| D    | Off Peak kWh  | \$0.03055                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>686</del> <u>446</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.05857                      |
|      | Farm kWh  | \$0.03997                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>686</del> <u>446</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.06799                      |
|      | D-6 kWh   | \$0.03189                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>686</del> <u>446</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.05991                      |
|      | Customer Charge                                     | \$11.97                           |                                  |                             |                                  |                         |                                     | \$11.97                        |
| D-10 | On Peak kWh   | \$0.09032                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>652</del> <u>458</u> | \$0.00330               | (\$0.00 <del>152</del> <u>080</u> ) | \$0.12176                      |
|      | Off Peak kWh  | \$0.00096                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>652</del> <u>458</u> | \$0.00330               | (\$0.00 <del>152</del> <u>080</u> ) | \$0.03240                      |
|      | Customer Charge                                     | \$324.29                          |                                  |                             |                                  |                         |                                     | \$324.29                       |
|      | Demand Charge                                       | \$6.92                            |                                  |                             |                                  |                         |                                     | \$6.92                         |
| G-1  | On Peak kWh   | \$0.00417                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>236</del> <u>472</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.02827                      |
|      | Off Peak kWh  | \$0.00104                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>236</del> <u>472</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.02514                      |
|      | Customer Charge                                     | \$54.09                           |                                  |                             |                                  |                         |                                     | \$54.09                        |
| G-2  | Demand Charge                                       | \$6.97                            |                                  |                             |                                  |                         |                                     | \$6.97                         |
|      | All kWh   | \$0.00144                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>580</del> <u>447</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.02978                      |
|      | Customer Charge                                     | \$11.72                           |                                  |                             |                                  |                         |                                     | \$11.72                        |
| G-3  | All kWh   | \$0.03971                         | \$0.00221                        | \$0.00055                   | \$0.02 <del>563</del> <u>408</u> | \$0.00330               | (\$0.00 <del>147</del> <u>080</u> ) | \$0.06765                      |
| M    | All kWh   | \$0.00027                         | \$0.00221                        | \$0.00055                   | \$0.01 <del>781</del> <u>547</u> | \$0.00330               | (\$0.00 <del>145</del> <u>080</u> ) | \$0.02338                      |
|      | <i>see tariff for luminaires &amp; pole charges</i> |                                   |                                  |                             |                                  |                         |                                     |                                |
|      | Customer Charge                                     | \$11.94                           |                                  |                             |                                  |                         |                                     | \$11.94                        |
| T    | All kWh   | \$0.03534                         | \$0.00221                        | \$0.00055                   | \$0.025 <del>05</del> <u>25</u>  | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.06745                      |
|      | Minimum Charge                                      | \$11.76                           |                                  |                             |                                  |                         |                                     | \$11.76                        |
| V    | All kWh   | \$0.04073                         | \$0.00221                        | \$0.00055                   | \$0.03 <del>094</del> <u>286</u> | \$0.00330               | (\$0.00 <del>150</del> <u>080</u> ) | \$0.07626                      |

(1) Distribution Energy Charges include a Business Profits Tax Surcharge of \$0.00057 per kWh for usage on and after 8/1/01

(2) Distribution Energy Charges include the following credits per kWh in accordance with page 75 of the tariff for usage on and after 5/1/10

| Rate Class     | D           | D-10        | G-3         | T           | V           |
|----------------|-------------|-------------|-------------|-------------|-------------|
| Credit per kWh | (\$0.00017) | (\$0.00008) | (\$0.00017) | (\$0.00007) | (\$0.00009) |

(3) Distribution Energy Charges include a Reliability Enhancement Program and Vegetation Management Plan Adjustment Factor of (\$0.00030) per kWh for usage on and after 6/1/14

(4) Transmission Charge includes RGGI Auction Proceeds Refund and Borderline Sales Refund

|  |                  |                                      |
|--|------------------|--------------------------------------|
| System Benefits Charge-Energy Efficiency                   | \$0.00180        | Effective 7/1/11, usage on and after |
| System Benefits Charge-Statewide Energy Assistance Program | <u>\$0.00150</u> | Effective 7/1/11, usage on and after |
| Total System Benefits Charge                               | \$0.00330        |                                      |
| Transmission Cost Adjustment Factor                        | various          | Effective 1/1/14, usage on and after |

Dated: ~~September 29, 2014~~ November 25, 2014

Issued by /s/Daniel G. Saad

~~Richard Leehr~~

Effective: ~~November 1, 2014~~ January 1, 2015

~~Richard~~

~~Leehr~~ Daniel G. Saad

Title: President

|  |           |                                       |
|--|-----------|---------------------------------------|
| Stranded Cost Adjustment Factor                        | various   | Effective 1/1/14, usage on and after  |
| Energy Service Charge                                  |           |                                       |
| Residential & Small Commercial (D, D-10, G-3, M, T, V) | \$0.07732 | Effective 5/1/14, usage on and after  |
|  | \$0.15487 | Effective 11/1/14, usage on and after |
| Medium / Large Commercial & Industrial (G-1, G-2)      | \$0.06630 | Effective 10/1/14, usage on and after |
|  | \$0.08453 | Effective 11/1/14, usage on and after |
|  | \$0.17502 | Effective 12/1/14, usage on and after |
|  | \$0.21900 | Effective 1/1/15, usage on and after  |
|  | \$0.21171 | Effective 2/1/15, usage on and after  |
|  | \$0.12733 | Effective 3/1/15, usage on and after  |
|  | \$0.07642 | Effective 4/1/15, usage on and after  |
| Electricity Consumption Tax                            | \$0.00055 | Effective 5/1/01, usage on and after  |

Dated: ~~September 29, 2014~~ November 25, 2014  
~~Richard Leehr~~  
Effective: ~~November 1, 2014~~ January 1, 2015  
~~Leehr~~ Daniel G. Saad

Issued by /s/Daniel G. Saad

Richard

Title: President

**SUMMARY OF RATES**

RATES EFFECTIVE JANUARY 1, 2015 FOR USAGE ON AND AFTER JANUARY 1, 2015

| Rate | Blocks  | Distribution Charge<br>(1), (2), (3) | Storm Recovery<br>Adjustment<br>Factor | Electricity<br>Consumption<br>Tax | Transmission<br>Charge (4) | Systems<br>Benefits<br>Charge | Stranded<br>Cost<br>Charge | Total<br>Retail<br>Delivery<br>Services |
|------|---|--------------------------------------|--|-----------------------------------|----------------------------|-------------------------------|----------------------------|---|
| D    | Customer Charge                                     | \$11.81                              |  |                                   |                            |                               |                            | \$11.81                                 |
|      | 1st 250 kWh   | \$0.03197                            | \$0.00221                              | \$0.00055                         | \$0.02686                  | \$0.00330                     | (\$0.00150)                | \$0.05999                               |
|      | Excess 250 kWh                                      | \$0.04797                            | \$0.00221                              | \$0.00055                         | \$0.02686                  | \$0.00330                     | (\$0.00150)                | \$0.07599                               |
|      | Off Peak kWh  | \$0.03055                            | \$0.00221                              | \$0.00055                         | \$0.02686                  | \$0.00330                     | (\$0.00150)                | \$0.05857                               |
|      | Farm kWh  | \$0.03997                            | \$0.00221                              | \$0.00055                         | \$0.02686                  | \$0.00330                     | (\$0.00150)                | \$0.06799                               |
|      | D-6 kWh   | \$0.03189                            | \$0.00221                              | \$0.00055                         | \$0.02686                  | \$0.00330                     | (\$0.00150)                | \$0.05991                               |
| D-10 | Customer Charge                                     | \$11.97                              |  |                                   |                            |                               |                            | \$11.97                                 |
|      | On Peak kWh   | \$0.09032                            | \$0.00221                              | \$0.00055                         | \$0.02652                  | \$0.00330                     | (\$0.00152)                | \$0.12176                               |
|      | Off Peak kWh  | \$0.00096                            | \$0.00221                              | \$0.00055                         | \$0.02652                  | \$0.00330                     | (\$0.00152)                | \$0.03240                               |
| G-1  | Customer Charge                                     | \$324.29                             |  |                                   |                            |                               |                            | \$324.29                                |
|      | Demand Charge                                       | \$6.92                               |  |                                   |                            |                               |                            | \$6.92                                  |
|      | On Peak kWh   | \$0.00417                            | \$0.00221                              | \$0.00055                         | \$0.02364                  | \$0.00330                     | (\$0.00150)                | \$0.02827                               |
|      | Off Peak kWh  | \$0.00104                            | \$0.00221                              | \$0.00055                         | \$0.02364                  | \$0.00330                     | (\$0.00150)                | \$0.02514                               |
| G-2  | Customer Charge                                     | \$54.09                              |  |                                   |                            |                               |                            | \$54.09                                 |
|      | Demand Charge                                       | \$6.97                               |  |                                   |                            |                               |                            | \$6.97                                  |
|      | All kWh   | \$0.00144                            | \$0.00221                              | \$0.00055                         | \$0.02580                  | \$0.00330                     | (\$0.00150)                | \$0.02978                               |
| G-3  | Customer Charge                                     | \$11.72                              |  |                                   |                            |                               |                            | \$11.72                                 |
|      | All kWh   | \$0.03971                            | \$0.00221                              | \$0.00055                         | \$0.02563                  | \$0.00330                     | (\$0.00147)                | \$0.06765                               |
| M    | All kWh   | \$0.00027                            | \$0.00221                              | \$0.00055                         | \$0.01781                  | \$0.00330                     | (\$0.00145)                | \$0.02338                               |
|      | <i>see tariff for luminaires &amp; pole charges</i> |                                      |  |                                   |                            |                               |                            |   |
| T    | Customer Charge                                     | \$11.94                              |  |                                   |                            |                               |                            | \$11.94                                 |
|      | All kWh   | \$0.03534                            | \$0.00221                              | \$0.00055                         | \$0.02505                  | \$0.00330                     | (\$0.00150)                | \$0.06745                               |
| V    | Minimum Charge                                      | \$11.76                              |  |                                   |                            |                               |                            | \$11.76                                 |
|      | All kWh   | \$0.04073                            | \$0.00221                              | \$0.00055                         | \$0.03094                  | \$0.00330                     | (\$0.00150)                | \$0.07626                               |

(1) Distribution Energy Charges include a Business Profits Tax Surcharge of \$0.00057 per kWh for usage on and after 8/1/01

(2) Distribution Energy Charges include the following credits per kWh in accordance with page 75 of the tariff for usage on and after 5/1/10

| <u>Rate Class</u>     | <u>D</u>    | <u>D-10</u> | <u>G-3</u>  | <u>T</u>    | <u>V</u>    |
|-----------------------|-------------|-------------|-------------|-------------|-------------|
| <u>Credit per kWh</u> | (\$0.00017) | (\$0.00008) | (\$0.00017) | (\$0.00007) | (\$0.00009) |

(3) Distribution Energy Charges include a Reliability Enhancement Program and Vegetation Management Plan Adjustment Factor of (\$0.00030) per kWh for usage on and after 6/1/14

(4) Transmission Charge includes RGGI Auction Proceeds Refund and Borderline Sales Refund

|  |                  |                                       |
|--|------------------|---------------------------------------|
| System Benefits Charge-Energy Efficiency                               | \$0.00180        | Effective 7/1/11, usage on and after  |
| <u>System Benefits Charge-Statewide Energy Assistance Program</u>      | <u>\$0.00150</u> | Effective 7/1/11, usage on and after  |
| Total System Benefits Charge   | \$0.00330        |                                       |
| Transmission Cost Adjustment Factor                                    | various          | Effective 1/1/14, usage on and after  |
| Stranded Cost Adjustment Factor  | various          | Effective 1/1/14, usage on and after  |
| Energy Service: Residential & Small Commercial (D, D-10, G-3, M, T, V) | \$0.07732        | Effective 5/1/14, usage on and after  |
|  | \$0.15487        | Effective 11/1/14, usage on and after |
| Medium / Large Commercial & Industrial (G-1, G-2)                      | \$0.06630        | Effective 10/1/14, usage on and after |
|  | \$0.08453        | Effective 11/1/14, usage on and after |
|  | \$0.17502        | Effective 12/1/14, usage on and after |
|  | \$0.21900        | Effective 1/1/15, usage on and after  |
|  | \$0.21171        | Effective 2/1/15, usage on and after  |
|  | \$0.12733        | Effective 3/1/15, usage on and after  |
|  | \$0.07642        | Effective 4/1/15, usage on and after  |
| Electricity Consumption Tax  | \$0.00055        | Effective 5/1/01, usage on and after  |

Dated: November 25, 2014  
Effective: January 1, 2015

Issued by /s/Daniel G. Saad  
Daniel G. Saad  
Title: President

Authorized by Order No. 25,669 Issued May 23, 2014 in Docket No. DE 14-086 and Order No. 25,719 Issued September 29, 2014 in Docket No. DE 14-031  
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