Date Filed: October 15, 2026

Witness: FALLON, MATTHEW P
Request from: Office of Education, Outreach, and Enforcement

Question:
Refer to Exhibit CLP-TREASURY-1, p. 32. Please provide a detailed explanation of each line item cost included in the Annual Ongoing Transaction Costs. Include in the response any underlying calculations, assumptions, personnel involved or pricing information related to each charge.

Response:

The Annual Ongoing Transaction Costs are as follows:

a. Estimated Servicing Fee – $310,182
Administration Fee – $50,000

As discussed in the Goldman testimony, the Servicing Agreement is an agreement between CL&P and the SPE to impose, charge and collect the RRB charge, file for true up adjustments, remit collections to the Collection Account and direct the release of funds in the Collection Account to the Trustee for distribution to bondholders. The terms of the Servicing Agreement, including that the servicer earn a market rate servicing fee payable out of RRB charge collections, are critical to the rating agency analysis to achieve credit ratings in the highest categories.

The .05% annual servicing fee and the $50,000 administration fee estimates are consistent with the fees in various recent utility securitizations and represent reasonable market rate fees.

It is important to note that to reflect the SPE as bankruptcy remote, the rating agencies will review the fees to ensure the Company receives an arms-length fee as servicer of the Transition Property.

While rating agencies expect that the Company will be the servicer, rating agencies also stress test payment streams assuming that a replacement servicer may be required to perform servicing duties at a .60% annual servicing fee.

b. Accounting and Auditing Fees – $260,000

This estimate is based on the annual fee charged by Deloitte for the annual examination report to PSNH on Management's Report on Assessment of Compliance with SEC Regulation AB Servicing Criteria for Asset-Backed Issuers, which demonstrates compliance with the servicing criteria set forth in Item 1122(d).

c. Estimated Legal Fees – $50,000
The estimated legal fees for CL&P are based on annual costs incurred by Eversource subsidiary's PSNH for Ropes and Gray to provide legal counsel for the annual Form 10K and semi-annual Form 10D's.

d. Rating Agency Fees – $60,000
The estimated rating agency surveillance fees for CL&P are based on annual costs incurred by Eversource's subsidiary PSNH.

e. SPE Independent Manager's Fees – $2,500
Printing/Edgarizing Fees – $5,000
Miscellaneous – $5,000
The estimated SPE Independent Manager's Fees are based on similar annual costs for Eversource's subsidiary PSNH.
Printing/Edgarizing Fees are based on similar annual costs for Eversource's subsidiary PSNH.

f. Miscellaneous reflects the Company's estimate for ongoing annual Trustee fees provided by banks.