ISSUANCE ADVICE LETTER

[●], 20[●]

ADVICE

CONNECTICUT PUBLIC UTILITIES REGULATORY AUTHORITY ("***PURA***")

SUBJECT: Issuance Advice Letter for Rate Reduction Bonds ("***Rate Reduction Bonds***")

Pursuant to PURA's Financing Order for 2018-2023 Storm Costs dated [●], 20[●], in Docket No. 26-04-04 (the "***Financing Order***"), The Connecticut Light and Power Company d/b/a Eversource Energy ("***CL&P***") hereby transmits for filing the initial RRB Charge for $[●] Rate Reduction Bonds, Series [●]. Concurrently with this Issuance Advice Letter, CL&P is submitting its written consent to all terms and conditions of the Financing Order, as is required by Conn. Gen. Stat. § 16-245i(a). This Issuance Advice Letter further details the calculation of the $[●] principal amount of the Rate Reduction Bonds and the final terms thereof. A copy of this Issuance Advice Letter is being simultaneously furnished to the Office of the State Treasurer (the "***OTT***"), in its capacity as finance authority under Conn. Gen. Stat. § 16-245e(a)(4), pursuant to the Financing Order. Any capitalized terms not defined herein shall have the meanings ascribed thereto in the Financing Order.

PURPOSE

This filing establishes the following:

(a) the aggregate principal amount of the Rate Reduction Bonds being issued;
(b) the actual terms of the Rate Reduction Bonds being issued;
(c) the initial RRB Charge for customers;
(d) the identification of the Transition Property to be sold to a special purpose financing entity (the "***Financing Entity***"); and
(e) the identification of the Financing Entity.

BACKGROUND

In the Financing Order, PURA authorized CL&P to file an Issuance Advice Letter when the aggregate principal amount and the final terms, including the pricing terms, for the Rate Reduction Bonds have been established. This Issuance Advice Letter filing incorporates the methodology that was approved and authorized by PURA in the Financing Order for determining the aggregate principal amount of the Rate Reduction Bonds and the initial RRB Charge for the Rate Reduction Bonds and establishes the initial RRB Charge to be assessed against and collected from all of CL&P's customers taking retail electric service. The RRB Charge is a usage-based charge on each customer's monthly bill collected as authorized by PURA until the Total RRB Payment Requirements have been discharged in full.

AGGREGATE PRINCIPAL AMOUNT OF THE RATE REDUCTION BONDS

The aggregate principal amount of Rate Reduction Bonds to be issued is $[●]. The Financing Order authorized CL&P, through the Financing Entity, to issue Rate Reduction Bonds in an amount not to exceed $[●] for the purpose of recovering Financed Utility Services, but provided that in accordance with Conn. Gen. Stat. § 16-245e(m), the amount of Rate Reduction Bonds that would otherwise be issued must be reduced by the net present value of the net benefits to CL&P of the accumulated deferred income taxes relating to such Financed Utility Services, as calculated by CL&P using a discount rate equal to the expected interest rate on the Rate Reduction Bonds. Attachment 1(a) sets forth the calculation of the aggregate principal amount of the Rate Reduction Bonds, including the amount of Storm Costs, the amount of fees, expenses and transaction costs incurred in connection with the issuance of such Rate Reduction Bonds and the amount of the net present value of such tax benefits. Attachment 1(b) sets forth CL&P's calculation of the net present value of such tax benefits.

TERMS OF THE RATE REDUCTION BONDS

Rate Reduction Bond Name:	$[●] Rate Reduction Bonds, Series [●]
Issuer (the Financing Entity):	[●]
Trustee:	[●]
Closing Date:	[●]
Bond Ratings:	[Aaa(sf) (Moody's) / AAA(sf) (S&P) / AAA(sf) (Fitch)]
Amount Issued:	$[●], comprised of: $[●] (Tranche[1] [●]) $[●] (Tranche [●]) $[●] (Tranche [●])
Upfront transaction costs:	See Attachment 2
Estimated ongoing transaction costs:	See Attachment 3
Coupon Rate:	[●]% (Tranche [●]) [●]% (Tranche [●]) [●]% (Tranche [●])
Call Features:	None
Connecticut Tax Exempt (yes/no):	Yes, per Conn. Gen. Stat. § 16-245j(c)(3)
Expected Principal Amortization Schedule:	See Attachment 4
Expected Final Maturity:	[●] (Tranche [●]) [●] (Tranche [●]) [●] (Tranche [●])
Legal Final Maturity:	[●] (Tranche [●]) [●] (Tranche [●]) [●] (Tranche [●])
Distributions to Investors:	Semi-annually

[1] NTD: References to different bond tranches are for illustrative purposes only and are not intended to imply that a specific number of tranches will be issued.

Dates on which Routine True-Up Letters will be filed and on which adjusted RRB Charge will be implemented:	Not later than April 15 (to become effective on May 1) and, if necessary, not later than October 15 (to become effective on November 1)
Annual Servicing Fee as a percent of the initial Rate Reduction Bond principal balance:	0.05%
Annual Administration Fee:	$50,000
Capital contribution to the Financing Entity:	0.50% of the initial principal amount of the Rate Reduction Bonds

INITIAL RRB CHARGE

Table I below shows the current assumptions for each of the variables used in CL&P's initial RRB Charge calculation.

TABLE I
INPUT VALUES FOR RRB CHARGE[2]

Forecasted kWh sales:

Customer Class	**Forecasted kwh sales**
[●]	[●] kWh
[●]	[●] kWh
[●]	[●] kWh
[●]	[●] kWh
[●]	[●] kWh

Percent of billed amounts expected to be charged-off: [●]%

Weighted average days sales outstanding: [●]

Forecasted annual ongoing transaction expenses:[3] $[●]

Rate Reduction Bond Principal payments due: $[●]

Rate Reduction Bond Interest payments due: $[●]

[2] NTD: Methodology and amounts to be determined.
[3] NTD: Ongoing transaction expenses will be pro-rated for the initial interest period, which commences on the closing date ([●], [●]) and ends on the first payment date for the Rate Reduction Bonds.

The initial RRB Charge calculated for customers is as follows:

Customer Class	**Initial RRB Charge**
[●]	[●] ¢/kWh
[●]	[●] ¢/kWh
[●]	[●] ¢/kWh
[●]	[●] ¢/kWh
[●]	[●] ¢/kWh

In accordance with Conn. Gen. Stat. § 16-245g(e) and the Financing Order, amounts collected from a customer shall be allocated on a *pro rata* basis among (i) the RRB Charge, (ii) any remaining portion of the Competitive Transition Assessment not the subject of the Financing Order, and (iii) CL&P's other charges.

TRANSITION PROPERTY

Transition Property is the irrevocable property right described in Conn. Gen. Stat. § 16-245h(a) (the "***Legislation***") and established in the Financing Order relating to the RRB Charge set forth herein, including, without limitation, all right, title and interest of CL&P or the Financing Entity in and to (a) the RRB Charge authorized by the Financing Order, including the initial RRB Charge set forth in this Issuance Advice Letter, as may be adjusted from time to time in order to recover the Financed Utility Services and to generate amounts sufficient to discharge an amount equal to the Period RRB Payment Requirements, for the period which such RRB Charge will be billed, (b) the right to be paid an amount equal to the Financed Utility Services and all revenues, collections, claims, payments, money, or proceeds of or arising from the RRB Charge and (c) all rights to obtain periodic adjustments and non-routine adjustments to the RRB Charge in accordance with the True-Up Mechanism. The Transition Property shall continue to exist until the Rate Reduction Bonds are paid in full, including all principal, interest, premium, costs, and arrearages thereon.

The RRB Charge, as adjusted from time to time, shall remain in place until the Total RRB Payment Requirements have been discharged in full.

IDENTIFICATION OF FINANCING ENTITY

The owner of the Transition Property (the "***Financing Entity***") will be: [●].
The Financing Entity shall be considered a financing entity for purposes of Conn. Gen. Stat. §§ 16-245e to 16-245k, inclusive.

EFFECTIVE DATE

In accordance with the Financing Order, the RRB Charge shall be automatically effective when filed and will continue to be effective, until changed by a subsequent Issuance Advice Letter, Routine True-Up Letter or Non-Routine True-Up Letter.

NOTICE

Copies of this filing are being furnished to the parties on the attached service list. A copy of this filing is also being furnished simultaneously to the OTT, in its capacity as finance authority under Conn. Gen. Stat. § 16-245e(a)(4), pursuant to the Financing Order. Notice to the public is hereby given by filing and keeping this filing open for public inspection at CL&P's corporate headquarters.

Attachments

ATTACHMENT 1(a) to ISSUANCE ADVICE LETTER
AGGREGATE PRINCIPAL AMOUNT OF THE RATE REDUCTION BONDS[4]

[4] NTD: To be determined.

ATTACHMENT 1(b) to ISSUANCE ADVICE LETTER
NET PRESENT VALUE OF TAX BENEFIT[5]

[5] NTD: To be determined.

ATTACHMENT 2 to ISSUANCE ADVICE LETTER
UPFRONT TRANSACTION COSTS[6]

[6] NTD: To be determined.

ATTACHMENT 3 to ISSUANCE ADVICE LETTER
ESTIMATED ANNUAL ONGOING TRANSACTION COSTS[7]

[7] NTD: To be determined.

ATTACHMENT 4 to ISSUANCE ADVICE LETTER
EXPECTED AMORTIZATION SCHEDULE[8]

[8] NTD: To be determined.