Date Filed: November 03, 2026

Witness: Matthew P. Fallon
Request from: Public Utilities Regulatory Authority

Question:

(SHORT-TERM DEBT) Application, Ex. CL&P REVREQ-2, Schs. D-1.0–D-5.0. Explain the Company's process of obtaining and using short-term debt. Specifically, discuss the following:

a. Whether, and how, this process has changed since the Company's last rate case.
b. Indicate whether there is a formal corporate facility set up to accommodate the Company's need for short-term debt. Which entity controls the facility, if any?

Response:

Eversource Energy parent uses its available capital resources to provide loans to its direct and indirect subsidiaries through inter-company revolving credit agreements to assist in meeting their short-term borrowing needs. Eversource Energy parent has a $2 billion Commercial Paper Program allowing it to issue commercial paper as a form of short-term debt. This $2 billion resource is used to cover the cash requirements of all six of the operating affiliates, including CL&P, as well as Eversource Energy, the Eversource Energy Service Company and all other non-regulated affiliates within the holding company structure.

CL&P borrows short-term from its parent, Eversource Energy, via a $600 million inter-company revolving credit facility agreement ("CL&P Inter-Company Credit Facility"). The borrowing rates CL&P pays on the CL&P Inter-Company Credit Facility track the rates Eversource Energy parent pays on its Commercial Paper Program. This CL&P Inter-Company Credit Facility is the primary source of short-term borrowings for CL&P.

In addition to the CL&P Inter-Company Credit Facility, CL&P, along with Eversource Energy parent, Public Service Company of New Hampshire, NSTAR Gas Company, Yankee Gas Services Company and Eversource Gas Company of Massachusetts, are parties to a five-year $2 billion revolving credit facility, which terminates on October 11, 2031 ("Revolving Credit Facility"). CL&P's borrowings on the Revolving Credit Facility are limited to a maximum amount of $600 million. This Revolving Credit Facility serves to backstop Eversource parent's $2 billion Commercial Paper Program. The revolving credit facility is administered by Bank of America, N.A. and is comprised of 16 banks which have different levels of loan commitments. There are no borrowings under the Revolving Credit Facility.

The Eversource Energy Service Company Treasury Department manages the funding needs of all Eversource subsidiaries, including CL&P. CL&P's process for obtaining short-term debt has not changed since the last rate case.