Date Filed: November 06, 2026

**Witness: Danielle J. Munson**
**Request from: Public Utilities Regulatory Authority**

**Question:**

(AFFILIATE AGREEMENTS) Audit Plan No. 14. Regarding agreements with affiliates, provide:

a. Provide copies of agreements between CL&P and each affiliate other than EESCO that provides services to or receives services from CL&P.
b. Provide the procedures governing intercompany billing and payment terms between CL&P and each affiliate, including EESCO, and the timing of settlement.

**Response:**

a. Please refer to RRU-148, Attachment 1 CONFIDENTIAL, through RRU-148, Attachment 5 CONFIDENTIAL, for copies of agreements between CL&P and each affiliate as referenced in the table below.

| Property | Lessor: | Lessee: | Agreements |
|---|---|---|---|
| Danielson, CT, 85 & 173 Mechanic Street | Yankee Gas | CL&P | Attachment 1 |
| Newtown, CT, 20 Barnabas Road | CL&P | Yankee Gas | Attachment 2 |
| Waterford, CT. 63R Myrock Avenue (area work center) | CL&P | Yankee Gas | Attachment 3 |
| Waterbury, CT, Farmdale Drive aka Long Hill -Waterbury Tower | CL&P | Yankee Gas | Attachment 4 |
| Longmeadow, MA Franconia Substation | WMECO | CL&P | Attachment 5 |
| Agawam, MA Silver Substation | WMECO | CL&P | Attachment 5 |
| Southwick, MA Southwick Substation | WMECO | CL&P | Attachment 5 |

b. Intercompany billing accounting for Eversource Energy Service Company ("ESC") shared-service cost allocations to CL&P and between each affiliate is performed automatically by the PowerPlan allocations module.

Using a payroll transaction as an example, when an ESC employee charges a workorder that allocates shared-service costs, such as an employee charging accounting workorder (AWO) ACTG0C04, the following accounting is recorded at ESC:

DR Expense - AWO ACTG0C04
CR Payroll Liability

When the allocations process is run, the following accounting is recorded at ESC:

DR Intercompany Receivable from Affiliated Companies
CR Expense - AWO ACTG0C04

The following accounting is concurrently recorded on the subsidiaries' books based on rate code C04:

DR Expense - AWO ACTG0C04
CR Intercompany Payable to ESC

The intercompany billing between CL&P and other affiliates is similar to the above, however the affiliate will charge another affiliate workorder directly and the transaction will not flow through ESC or through the allocation process.

The intercompany settlement occurs after an accounting close month is completed. Each subsidiary has its own bank account and cash payments are issued to settle the intercompany payables and receivables on each subsidiary's records.