

EXHIBIT A

CERTIFICATE OF COMPLIANCE

The undersigned hereby certifies that he/she is the duly elected and acting [] of Public Service Company of New Hampshire, as servicer (the “Servicer”) under the Servicing Agreement, dated as of May 8, 2018 (the “Servicing Agreement”), between the Servicer and PSNH Funding LLC 3 (the “Issuer”), and further certifies on behalf of the Servicer that:

1. In my capacity as [] of the Servicer, I am responsible for assessing the Servicer’s compliance with the servicing criteria applicable to the Servicer set forth in the Servicing Agreement and Item 1122(d) of Regulation AB;

2. A review of the activities of the Servicer and of its performance under the Servicing Agreement during the _____ months ended December 31, 20[] has been made under the supervision of the undersigned pursuant to Item 1122(d) of Regulation AB and Section 3.03 of the Servicing Agreement; and

3. To the undersigned’s knowledge, based on such review, the Servicer has fulfilled all of its material obligations in all material respects under the Servicing Agreement throughout the _____ months ended December 31, 20[], except as listed on Annex A hereto.

4. [], a registered public accounting firm, has issued an attestation report on its assessment of compliance with the applicable servicing criteria as of December 31, 20[] and for the _____ months ended December 31, 20[].

Executed as of this _____ day of _____, 20__ .

By: _____
Name:
Title:

ANNEX A TO EXHIBIT A
LIST OF SERVICER DEFAULTS

Nature of Default

Status

EXHIBIT B

FORM OF ROUTINE TRUE-UP LETTER

[Date]

[Name]

New Hampshire Public Utilities Commission
21 Fruit Street, Suite 10
Concord, NH 03301

**Re: *Order No. 26,099 (“Finance Order”), Docket No. DE 17-096
Periodic RRB Charge True-Up Mechanism Advice Filing***

Dear [name]:

Pursuant to Order No. 26,099 issued on January 30, 2018 in Docket No. DE 17-096 (the “Finance Order”), Public Service Company of New Hampshire (“PSNH”), as servicer of the Rate Reduction Bonds (“RRBs”) and on behalf of the RRB trustee as assignee of PSNH Funding LLC 3 (the special purpose entity, or “the SPE”), shall apply for adjustment to the RRB Charges annually and at such additional intervals, if necessary, as may be provided for in the Finance Order. Any capitalized terms not defined herein shall have the meanings ascribed thereto in the Finance Order.

PURPOSE

This filing establishes the revised RRB Charges to be assessed and collected from retail users of PSNH’s distribution system within PSNH’s service territory, whether or not energy is purchased from PSNH or a third party supplier, and whether or not such distribution system is being operated by PSNH or a successor distribution company. The RRB Charges is a usage-based component of the stranded cost recovery charge on each retail user’s monthly bill until the Total RRB Payment Requirements are discharged in full. In the Finance Order, the Commission authorized PSNH to file Routine True-Up Letters annually and at such additional intervals, if necessary, as may be provided for in the Finance Order. The purpose of such filings and resulting adjusted RRB Charges is to ensure the timely recovery of revenues sufficient to provide for the payment of an amount equal to the Periodic RRB Payment Requirements for the upcoming period, which may include indemnity obligations of the SPE in the RRB transaction documents for SPE officers and directors, trustee fees and other liabilities of the SPE.

Using the methodology approved by the Commission in the Finance Order, this filing modifies the variables used in the RRB Charge calculation and provides the resulting modified RRB Charges. Table 1 shows the revised assumptions for each of the variables used in calculating the RRB Charges for Customers classes. The assumptions underlying the current RRB Charges were filed in an Advice Letter, dated [].

**TABLE 1
INPUT VALUES FOR RRB CHARGES**

Forecasted annual kWh sales:

Percent of billed amounts expected to be charged-off: _____

Weighted average days sales outstanding: _____

Forecasted ongoing transaction expenses (including any already accrued but unpaid for the period): _____

Current Excess Funds Subaccount balance: _____

Current Capital Subaccount balance: _____

Initial Capital Subaccount balance: _____

Current RRB outstanding balance: _____

Scheduled RRB outstanding balance at the end of the period: _____

Deferred unpaid RRB principal: _____

Accrued but unpaid RRB interest: _____

The adjusted RRB Charge calculated for retail users in each of the following rate classifications is as follows: R = _____ ¢/kWh; G = _____ ¢/kWh; GV = _____ ¢/kWh; LG = _____ ¢/kWh; OL = _____ ¢/kWh."

EFFECTIVE DATE

In accordance with the Finance Order, Routine True-Up Letters for annual RRB Charges adjustments shall be filed not later than January 15 in each year, with the resulting upward or downward adjustments to the RRB Charge to be effective – absent manifest error in the Routine True-Up Letters – on the ensuing February 1. In accordance with the Finance Order, a Routine True-Up Letter shall also be filed not later than July 15 of each year, if the Servicer reasonably determines that an adjustment to the RRB Charges is necessary to meet the Periodic RRB Payment Requirements for the Remittance Period beginning on July 1 of such year, with the resulting upward adjustments to the RRB Charges to be effective – absent manifest error in such Routine True-Up Letter – on the ensuing August 1. In addition, the Finance Order permits (but does not require) the Servicer to file another Routine True-Up Letter not later than the date that is 15 days before the end of any calendar month if it reasonably determines that an adjustment to the RRB Charges is necessary to meet the Periodic RRB Payment Requirements for the then-current Remittance Period, with the resulting upward adjustments to the RRB Charges to be effective – absent manifest error in such Routine True-Up Letter – on the first day of

the ensuing calendar month. No approval by the Commission is required. Therefore, these RRB Charges shall be effective as of _____.

NOTICE

Copies of this filing are being furnished to the New Hampshire Public Utilities Commission and the parties on the attached service list. Notice to the public is hereby given by filing this Routine True-Up Letter with the Commission and by keeping this filing open for public inspection at Eversource Energy Service Company's office in Westwood, Massachusetts, as agent for Public Services New Hampshire.

EXHIBIT C

FORM OF MONTHLY SERVICER CERTIFICATE

[Date]

Pursuant to Section 4.01(d)(2) of the Servicing Agreement, dated as of May 8, 2018 (the “Agreement”), between Public Service Company of New Hampshire, as servicer (the “Servicer”), and PSNH Funding LLC 3, the Servicer does hereby certify as follows:

Capitalized terms used herein have their respective meanings as set forth in the Agreement.

For the Monthly Period: _____

1. Billings:

		Residential	Large General Service	Primary General Service	General Service	Outdoor Lighting
a	Monthly kWh Consumption					
b	Applicable RRB Charge:					
c	Total RRB Charge Amount Billed this Month					
d	Cumulative RRB Charge Amount Billed this Calendar Year					

2. Remittances:

- a) Total Amount Remitted this Month:
- b) Cumulative Amount Remitted this Calendar Year:

3. Draws on Subaccounts:

- a) Excess Funds Subaccount Draw Amount this Month:
- b) Cumulative Excess Funds Subaccount Draw Amount this Calendar Year:
- c) Capital Subaccount Draw Amount this Month:
- d) Cumulative Capital Subaccount Draw Amount this Calendar Year:

IN WITNESS WHEREOF, the undersigned has duly executed and delivered this Monthly Servicer Certificate as of the date first written above.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE, as Servicer

By: _____

Name:

Title:

EXHIBIT D

FORM OF SEMI-ANNUAL SERVICER CERTIFICATE

[Date]

Pursuant to Section 4.01(d)(3) of the Servicing Agreement, dated as of May 8, 2018 (the “Agreement”), between Public Service Company of New Hampshire, as servicer (the “Servicer”), and PSNH Funding LLC 3, the Servicer does hereby certify, for the current Payment Date (_____, __ 20[]) (the “Current Payment Date”), as follows:

Capitalized terms used herein have their respective meanings as set forth in the Agreement. References herein to certain sections and subsections are references to the respective sections of the Agreement.

1. RRB Charge Collections and Aggregate Amounts Available for the Current Payment Date:

- i. Amount Remitted [Month] [Year]
- ii. Amount Remitted [Month] [Year]
- iii. Amount Remitted [Month] [Year]
- iv. Amount Remitted [Month] [Year]
- v. Amount Remitted [Month] [Year]
- vi. Amount Remitted [Month] [Year]
- vii. Total Amount Remitted for this Period (sum of i. through vi. above):**
- viii. Net Earnings on Collection Account (excluding earnings on Capital Subaccount):
- ix. Excess Funds Subaccount Balance:
- x. Capital Subaccount Balance:
- xi. Expenses Paid to Date:
- xii. Collection Account Balance (sum of vii. through x. above less xi. above):**

2. Outstanding Principal Balance as of Prior Payment Date by Tranche:

- i. Tranche A-1 Bond Principal Balance Outstanding:
- ii. Tranche A-2 Bond Principal Balance Outstanding:
- iii. Tranche A-3 Bond Principal Balance Outstanding:
- iv. Total Bond Principal Balance:**

3. Required Funding/Payments as of Current Payment Date

a) Projected Principal Balances and Payments

<u>Projected</u> <u>Principal Balance</u>	<u>Semi-Annual</u> <u>Principal Due</u>
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- i. Tranche A-1 Bond
- ii. Tranche A-2 Bond
- iii. Tranche A-3 Bond
- iv. **Total Projected Principal Amount:**

b) Required Interest Payments

<u>Bond</u> <u>Interest Rate</u>	<u>Days in</u> <u>Applicable</u> <u>Period</u>	<u>Interest</u> <u>Due</u>
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- i. Tranche A-1 Bond
- ii. Tranche A-2 Bond
- iii. Tranche A-3 Bond
- iv. **Total Required Interest Amount:**

c) Projected Subaccount Payments and Levels

<u>Subaccount</u>	<u>Projected</u> <u>Level</u>	<u>Funding</u> <u>Required</u>
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- i. Capital Subaccount:
- ii. **Total Subaccount Payments and Levels:**

4. Allocation of Remittances as of Current Payment Date Pursuant to Section 8.02(d) of Indenture:

a) Semi-Annual Expenses

Net Expense Amount (Payable on Current Payment Date)

- i. Indenture Trustee Fees and Expenses (subject to \$200,000 cap):
- ii. Semi-Annual Servicing Fee:
- iii. Semi-Annual Administration Fee:
- iv. Operating Expenses:
- v. **Total Expenses:]**

b) Semi-Annual Interest

	Per \$1000 of <u>Original</u>	Aggregate <u>Principal Amount</u>
i. Tranche A-1 Bond		
ii. Tranche A-2 Bond		
iii. Tranche A-3 Bond		
iv. Total Semi-Annual Interest:		
c) Semi-Annual Principal		

	Per \$1000 of <u>Original</u>	Aggregate <u>Principal Amount</u>
i. Tranche A-1 Bond		
ii. Tranche A-2 Bond		
iii. Tranche A-3 Bond		
iv. Total Semi-Annual Principal:		
d) Other Payments		
i. Operating Expenses:		
ii. Funding of Capital Subaccount (to required amount):		

- e) Aggregate Payments Pursuant to Section 8.02(e)(i) of Indenture**
- i. To Indenture Trustee:

5. Outstanding Principal Balance and Collection Account Balance as of Current Payment Date (after giving effect to payments to be made on such distribution date):

a) Principal Balance Outstanding:

- i. Tranche A-1 Bond Principal Balance Outstanding:
- ii. Tranche A-2 Bond Principal Balance Outstanding:
- iii. Tranche A-3 Bond Principal Balance Outstanding:
- iv. Total Bond Principal Balance:**

b) Collection Account Balances Outstanding:

- i. Excess Funds Subaccount:
- ii. Capital Subaccount:
- iii. Total Subaccount Amount:**

6. Subaccount Draws as of Current Payment Date (if applicable, pursuant to Section 8.02(e) of Indenture):

- i. Excess Funds Subaccount:
- ii. Capital Subaccount:
- iii. Total Subaccount Draws:**

7. Shortfalls in Interest and Principal Payments as of Current Payment Date (if applicable):

a) Semi-Annual Interest Shortfall

- i. Tranche A-1 Bond
- ii. Tranche A-2 Bond
- iii. Tranche A-3 Bond
- iv. Total Semi-Annual Interest Shortfall:**

b) Semi-Annual Principal Shortfall

- i. Tranche A-1 Bond
- ii. Tranche A-2 Bond
- iii. Tranche A-3 Bond
- iv. Total Semi-Annual Principal Shortfall:**

8. Shortfalls in Required Subaccount Levels as of Current Distribution Date:

- i. Capital Subaccount
- ii. Total Subaccount Shortfalls:**

IN WITNESS WHEREOF, the undersigned has duly executed and delivered this Semi-Annual Servicer Certificate as of the date first written above.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE, as Servicer

By: _____

Name:

Title:

EXHIBIT E

FORM OF ANNUAL RECONCILIATION WITH THE INDENTURE TRUSTEE

Pursuant to Section 4.03(b) of the Servicing Agreement, dated as of May 8, 2018, between Public Service Company of New Hampshire, as servicer (the “Servicer”), and PSNH Funding LLC 3, the Servicer does hereby certify as follows:

For the Reconciliation Period: _____ to _____

1. Calculation of Remittance Shortfall or Remittance Excess:

		Total
a	Billed Revenues	
b	Charge-Offs	
c	Actual Charge-Off % (b/a)	
d	Estimated Charge-Off %	
e	RRB Charges (gross of charge-off)	
f	Actual RRB Charge Payments ([100% - c] x e)	
g	Estimated RRB Charge Payments ([100% - d] x e)	
h	Remittance Shortfall (f - g, if positive)	
i	Remittance Excess (g - f, if positive)	

Executed as of this _____ day of _____.

PUBLIC SERVICE COMPANY OF NEW HAMPSHIRE,
as Servicer

By: _____

Name:

Title:

SCHEDULE 4.01(A)

Expected Amortization Schedule

Date	Tranche A-1 Balance	Tranche A-2 Balance	Tranche A-3 Balance
Closing Date	\$235,900,000.00	\$111,600,000.00	\$288,163,200.00
February 1, 2019.....	\$205,173,077.96	\$111,600,000.00	\$288,163,200.00
August 1, 2019.....	\$183,568,210.89	\$111,600,000.00	\$288,163,200.00
February 1, 2020.....	\$161,963,343.82	\$111,600,000.00	\$288,163,200.00
August 1, 2020.....	\$140,358,476.75	\$111,600,000.00	\$288,163,200.00
February 1, 202.....	\$118,753,609.68	\$111,600,000.00	\$288,163,200.00
August 1, 2021.....	\$97,148,742.61	\$111,600,000.00	\$288,163,200.00
February 1, 2022	\$75,543,875.54	\$111,600,000.00	\$288,163,200.00
August 1, 2022.....	\$53,939,008.47	\$111,600,000.00	\$288,163,200.00
February 1, 2023.....	\$32,334,141.40	\$111,600,000.00	\$288,163,200.00
August 1, 2023.....	\$10,729,274.33	\$111,600,000.00	\$288,163,200.00
February 1, 2024.....	\$ —	\$100,724,407.26	\$288,163,200.00
August 1, 2024.....	\$ —	\$79,119,540.19	\$288,163,200.00
February 1, 2025.....	\$ —	\$57,514,673.12	\$288,163,200.00
August 1, 2025.....	\$ —	\$35,909,806.05	\$288,163,200.00
February 1, 2026.....	\$ —	\$14,304,938.98	\$288,163,200.00
August 1, 2026.....	\$ —	\$ —	\$280,863,271.91
February 1, 2027.....	\$ —	\$ —	\$259,258,404.84
August 1, 2027.....	\$ —	\$ —	\$237,653,537.77
February 1, 2028.....	\$ —	\$ —	\$216,048,670.70
August 1, 2028.....	\$ —	\$ —	\$194,443,803.63
February 1, 2029.....	\$ —	\$ —	\$172,838,936.56
August 1, 2029.....	\$ —	\$ —	\$151,234,069.49
February 1, 2030.....	\$ —	\$ —	\$129,629,202.42
August 1, 2030.....	\$ —	\$ —	\$108,024,335.35
February 1, 2031.....	\$ —	\$ —	\$86,419,468.28
August 1, 2031.....	\$ —	\$ —	\$64,814,601.21
February 1, 2032	\$ —	\$ —	\$43,209,734.14
August 1, 2032.....	\$ —	\$ —	\$21,604,867.07
February 1, 2033.....	\$ —	\$ —	\$ —

ANNEX I

SERVICING PROCEDURES

The Servicer agrees to comply with the following servicing procedures:

SECTION 1. DEFINITIONS

(a) Capitalized terms used herein and not otherwise defined herein shall have the meanings set forth in the Agreement.

(b) Whenever used in this Annex I, the following words and phrases shall have the following meanings:

“Billed RRB Charges” means the dollar amounts billed to Customers or the Applicable TPS in respect of the RRB Charge, whether billed to Customers or the Applicable TPS by the Servicer or to Customers by a TPS pursuant to a TPS Service Agreement.

“Deemed Charge-Off Percent” means the Servicer’s actual system wide charge-off percentage.

“Estimated Charge-Off Percent” means the Servicer's good faith estimate of the Deemed Charge-Off Percent.

“Servicer Policies and Practices” means, with respect to the Servicer’s duties under this Annex I, the policies and practices of the Servicer applicable to such duties that the Servicer follows with respect to comparable assets that it services for itself or others, as in effect from time to time and in accordance with NHPUC Regulations. The Servicer shall provide ten days’ prior written notice to the Rating Agencies of any amendment to the Servicer Policies and Practices that would adversely affect in any material respect the Holders.

SECTION 2. DATA ACQUISITION

(a) Installation and Maintenance of Meters. Except to the extent that a TPS is responsible for such services pursuant to a TPS Service Agreement, the Servicer shall cause to be installed, replaced and maintained meters in accordance with the Servicer Policies and Practices.

(b) Meter Reading. In accordance with the Servicer Policies and Practices, the Servicer shall obtain usage measurements for each Customer; *provided, however*, that the Servicer may determine any Customer’s usage on the basis of estimates in accordance with applicable NHPUC Regulations; and, *provided, further*, that the Servicer may obtain usage measurements from the Applicable TPS for Customers receiving meter reading services from such TPS if the applicable TPS Service Agreement so provides.

(c) Cost of Metering. The Issuer shall not be obligated to pay any costs associated with the metering duties set forth in this Section 2, including the costs of installing, replacing and maintaining meters, nor shall the Issuer be entitled to any credit against the Servicing Fee for any cost savings realized by the Servicer or any TPS as a result of new metering and/or billing technologies.

SECTION 3. USAGE AND BILL CALCULATION

The Servicer shall obtain a calculation of each Customer's usage (which may be based on data obtained from such Customer's meter read or on usage estimates determined in accordance with applicable NHPUC Regulations) in accordance with the Servicer Policies and Practices and shall determine therefrom Billed RRB Charges; *provided, however,* that in the case of Customers served by a TPS pursuant to a TPS Service Agreement, the Servicer may obtain usage measurements from the Applicable TPS for Customers receiving meter reading services from such TPS if the applicable TPS Service Agreement so provides and shall determine therefrom Billed RRB Charges.

SECTION 4. BILLING

(a) The Servicer shall implement the RRB Charge as of the Closing Date and shall thereafter bill each Customer or the Applicable TPS for each Customer's Billed RRB Charges in accordance with the provisions of this Section 4.

(b) Frequency of Bills; Billing Practices. In accordance with the Servicer Policies and Practices, the Servicer shall generate and issue a Bill to each Customer, or, in the case of a Customer who is being billed by a TPS, to the Applicable TPS with respect to such Customer's Billed RRB Charges. In the event that the Servicer makes any material modification to the Servicer Policies and Practices, it shall notify the Issuer, the Indenture Trustee and the Rating Agencies as soon as practicable, and in no event later than 60 Servicer Business Days after such modification goes into effect; *provided, however,* that the Servicer may not make any modification that will materially adversely affect the Holders.

(c) Format.

(i) Each Bill to a Customer shall contain a stranded cost recovery charge that shall include the RRB Charge owed by such Customer for the applicable billing period.

(ii) Each Bill in which the stranded cost recovery charge is listed as a line item shall contain a statement (as a footnote) to the effect that all or a portion of the stranded cost recovery charge is owned by the Issuer and not the Seller.

(iii) The Servicer shall conform to such requirements in respect of the format, structure and text of Bills delivered to Customers and TPSs as applicable NHPUC Regulations shall from time to time prescribe. To the extent that Bill format, structure and text are not prescribed by applicable law or by applicable NHPUC Regulations, the Servicer shall, subject to clauses (i) and (ii) of this subsection (c), determine the format,

structure and text of all Bills in accordance with its reasonable business judgment, the Servicer Policies and Practices and historical practice.

(d) Delivery. Except as provided in the next sentence, the Servicer shall deliver all Bills to Customers (i) by United States mail in such class or classes as are consistent with the Servicer Policies and Practices or (ii) by any other means, whether electronic or otherwise, that the Servicer may from time to time use in accordance with the Servicer Policies and Practices. In the case of Customers that have elected to be billed by a TPS, the Servicer shall deliver all Bills to the Applicable TPSs by such means as are mutually agreed upon by the Servicer and the Applicable TPS in the TPS Service Agreement and which are consistent with NHPUC Regulations. The Servicer or a TPS, as applicable, shall pay from its own funds all costs of issuance and delivery of all Bills that it renders, including printing and postage costs as the same may increase or decrease from time to time.

SECTION 5. CUSTOMER SERVICE FUNCTIONS

The Servicer or a TPS to the extent provided in the applicable TPS Service Agreement shall handle all Customer inquiries and other Customer service matters according to the Servicer Policies and Practices.

SECTION 6. COLLECTIONS; PAYMENT PROCESSING; REMITTANCE

(a) Collection Efforts, Policies, Procedures.

(i) The Servicer shall collect Billed RRB Charges from Customers and TPSs as and when the same become due in accordance with such collection procedures as it follows with respect to comparable assets that it services for itself or others, including the following:

(A) The Servicer shall prepare and deliver overdue notices to Customers and TPSs in accordance with applicable NHPUC Regulations and the Servicer Policies and Practices.

(B) The Servicer shall deliver past-due and shut-off notices in accordance with applicable NHPUC Regulations and the Servicer Policies and Practices.

(C) The Servicer shall adhere to and carry out disconnection policies and termination of billing by a TPS pursuant to a TPS Service Agreement in accordance with RSA 369-B:4, IV, the Finance Order, applicable NHPUC Regulations and the Servicer Policies and Practices.

(D) The Servicer may employ the assistance of collection agents in accordance with applicable NHPUC Regulations and the Servicer Policies and Practices.

(E) The Servicer shall apply Customer and TPS deposits to the payment of delinquent accounts in accordance with applicable NHPUC Regulations and these Servicing Procedures.

(ii) The Servicer may write off any amounts that it deems uncollectible according so long as any such write-off (A) would be in accordance with the Servicer Policies and Practices and (B) would comply in all material respects with applicable law. The Servicer shall not waive any late payment charge or any other fee or charge relating to delinquent payments, if any, or waive, vary or modify any terms of payment of any amounts payable by a Customer, in each case unless such waiver or action: (A) would be in accordance with the Servicer Policies and Practices and (B) would comply in all material respects with applicable law.

(iii) The Servicer shall accept payment from Customers in respect of Billed RRB Charges in such forms and methods and at such times and places in accordance with the Servicer Policies and Practices. The Servicer shall accept payment from TPSs in respect of Billed RRB Charges in such forms and methods and at such times and places as the Servicer and each TPS shall mutually agree in accordance with the applicable TPS Service Agreement and applicable NHPUC Regulations.

(b) Payment Processing, Allocation, Priority of Payments. The Servicer shall post all payments received to Customer or TPS accounts as promptly as practicable, and, in any event, substantially all payments shall be posted no later than two Servicer Business Days after receipt.

(c) Investment of RRB Charge Collections. Prior to remittance on the applicable Remittance Date, the Servicer may invest RRB Charge Collections at its own risk and for its own benefit, and such investments and funds shall not be required to be segregated from the other investments and funds of the Servicer. The Servicer shall be entitled to retain as additional compensation any interest earnings on RRB Charge Collections invested by it.

(d) Calculation of Estimated RRB Charge Payments; Remittances. In accordance with Section 4.03(a) of the Agreement, the Servicer shall remit to the Indenture Trustee for deposit in the Collection Account an amount equal to the product of the Billed RRB Charges for a particular billing date multiplied by one hundred percent less the Estimated Charge-Off Percent. Such product shall constitute the amount of Estimated RRB Charge Payments. Pursuant to Section 4.03(b) of the Agreement, on or before March 1 of each year, the Servicer shall calculate the amount of Deemed RRB Charge Payments by multiplying the Billed RRB Charges by one hundred percent less the Deemed Charge-Off Percent.

(e) Remittances.

(i) The Issuer shall cause to be established the Collection Account in the name of the Indenture Trustee in accordance with Section 8.02 of the Indenture.

(ii) The Servicer shall make or cause to be made Remittances to the Collection Account in accordance with Section 4.03 of the Agreement.

(iii) Any change of account or change of institution affecting the Collection Account shall not take effect until the Issuer has provided at least fifteen (15) Servicer Business Days written notice thereof to the Servicer.

SECTION 7. TPSs

In the event a TPS performs services pursuant to a TPS Service Agreement, the Servicer shall comply with the procedures set forth in Schedule A to this Annex I.

SCHEDULE A
TO ANNEX I

Additional Servicing Procedures Applicable to TPSs

1. Establishing TPS Relationship

In addition to any actions required by the NHPUC or by applicable law, for each TPS that is responsible for collecting Billed RRB Charges, the Servicer shall take the following steps:

- (a) Maintain adequate records of the payment arrangement applicable to such TPS;
- (b) Maintain copies of all Customer requests to convert to billing by a TPS;
- (c) Verify with the NHPUC that each TPS is licensed to supply electricity in New Hampshire;
- (d) Obtain information from the TPS including, but not limited to: name, contact, address, telephone facsimile transmission number and internet address;
- (e) Maintain and update records of Customers to permit prompt reversion to dual-billing;
- (f) Maintain estimates of one month's maximum Estimated RRB Charge Payments for each TPS required to post a bond, letter of credit or cash deposit pursuant to the applicable TPS Service Agreement; and
- (g) Comply with credit conditions set out in the Finance Order and applicable TPS Service Agreement.

2. Monitoring TPS Obligations

- (a) The Servicer shall require each TPS to pay all undisputed and all disputed Billed RRB Charges or make a financial arrangement for such payment according to the applicable TPS Service Agreement; and
- (b) For all TPSs subject to any remittance option where such TPS is liable for all amounts billed in respect of Customers served thereby regardless of the amounts received therefrom, the Servicer shall monitor payment compliance and take all actions permitted by the NHPUC and the Finance Order in the event of a default in payment.

3. Enforcing TPS Obligations

The Servicer shall promptly take all actions specified by the Finance Order with respect to amounts not remitted to the Servicer in accordance with the payment terms specified by the Finance Order, in addition to any other remedies available at law.