

Attachment 1

Redacted (Public) Response to Q-HAMPTON-1-009

Eversource
Docket No. DW 17-114

Date Request Received: 08/28/2017
Request No. HAMPTON 1-009
Request from: Town of Hampton

Date of Response: 09/07/2017
Page 1 of 1

Witness: Donald J. Morrissey, John Moreira

Request:

What does the acquisition premium in this transaction amount to, as referred to on page 11 of the Petition, regardless of whether the Joint Petitioners propose to record that premium on the books of account of Aquarion – NH as a result of the transaction?

Response:

Please refer to Hampton 1-009 Attachment 1 for the calculation of the acquisition premium for the proposed transaction. This attachment is redacted for non-public financial information related to MUI.

Pursuant to Rule Puc 203.08(d), Eversource and Aquarion have a good faith basis for seeking confidential treatment of the information responsive to this question and intend to submit a motion for confidential treatment regarding such information at or before the commencement of the hearing in this proceeding. Per Puc 203.08(c), a copy of the unredacted response will be provided to Commission Staff; and per RSA 363:28, VI, a copy of the unredacted response will be provided to the Office of the Consumer Advocate.

REDACTED

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Attachment 1
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Pro Forma Calculation of Acquisition Premium
As of 12/31/16

(\$ in thousands)

Purchase price for equity of MUI
Adjusted MUI Common Shareholders Equity as of 12/31/16
Estimated Acquisition Premium (using 12/31/16 balances)

Notes
\$ 880,000
\$

MUI Common Shareholder Equity as of 12/31/16
Adjustment for shareholders note not assumed by Eversource
Adjusted MUI Common Shareholder Equity

1

Assumptions:

Estimated acquisition premium calculated based on 12/31/16 balances (see Exhibit ES-AQ-3 Unaudited Pro Forma Condensed Combined Consolidated Balance Sheet)
The actual acquisition premium to be recorded will reflect balances at the time of the closing of the transaction
The acquisition premium will not be pushed down to the regulated subsidiary level

Notes:

1. Adjustment to reflect reduction of approximately [REDACTED] in long-term shareholder debt at Macquarie Utilities, Inc. that is not assumed by Eversource

Attachment 2

Response to Q-STAFF-1-005

Eversource
Docket No. DW 17-114

Date Request Received: 08/28/2017
Request No. STAFF 1-005

Date of Response: 09/08/2017
Page 1 of 1

Request from: New Hampshire Public Utilities Commission Staff

Witness: Donald J. Morrissey, John Moreira

Request:

How does Eversource intend to account for any acquisition paid in acquiring Aquarion?

Response:

If the question relates to the acquisition premium, the acquisition premium paid by Eversource will be accounted for as goodwill on the books of the Eversource parent company. There will be no impact to the books and records of Aquarion Water Company of New Hampshire from the acquisition premium paid by Eversource.