- 4. Reporting: The Company shall submit annual reports to the Commission reconciling any difference between the actual conservation expenditures and actual revenues collected under this rate schedule. The difference whether positive or negative will be carried forward into the conservation charge for the next recovery period. Upon completion of the conservation program(s), any over or under collection may be credited or charged to the deferred Winter Period cost of gas account, subject to Commission approval.
- 5. <u>Effective Date</u>: On or before the first business day in September of each year, the Company shall file with the NHPUC for its consideration and approval, the Company's request for a change in the CC applicable to each Rate Category during the next subsequent twelve-month period commencing with the calendar month of November.
- 6. <u>Reconciliation Adjustment</u>: Account 1163-1755 shall contain the cumulative difference between the sum of the DSM expenditures incurred by the Company plus the sum of the DSM repayments and the revenues collected from customers. The Company shall file the reconciliation along with the COG filing on or before the first business day in September of each year.

## D. Revenue Decoupling Adjustment Factor.

- 1. <u>Purpose</u>: The purpose of the Revenue Decoupling Adjustment Factor ("RDAF") is to establish procedures that allow the Company, subject to the jurisdiction of the NHPUC, to adjust, on an annual basis, its rates for firm gas sales and firm transportation in order to reconcile Actual Base Revenue per Customer with Benchmarked Base Revenue per Customer. The Company's RDAF eliminates the link between volumetric sales and Company revenue in order to align the interests of the Company and customers with respect to changing customer usage. The purpose of the NWA is to adjust each customer's bill for the difference in delivery charges caused by the variation in actual HDDs from normal HDDs during the Winter Period.
- 2. <u>Effective Date</u>: The RDAF and NWA shall take effect beginning on November 1, 2018, and replace the Lost Revenue Adjustment Mechanism (LRAM) established in Order No. 25,932 (Docket No. DE 15-137).
- 3. <u>Applicability</u>: The Revenue Decoupling Adjustment Factor and NWA shall apply to all of the Company's firm tariff Rate Schedules, subject to the jurisdiction of the Commission, as determined in accordance with the provisions of this RDAF and NWA.
- 4. Definitions: The following definitions shall apply throughout the RDAF and NWA:
  - a. <u>Actual Base Revenue</u> is the actual revenue derived from the Company's distribution rates for a given Decoupling Year for a Customer Class. The Company will use monthly distribution revenues <u>adjusted to include weather normalized actuals</u> and Actual Number of Customers to determine the Monthly Actual Base Revenue per Customer.
  - b. <u>Actual Number of Customers</u> is the actual number of Equivalent Bills for the applicable Customer Class for the applicable month of the Decoupling Year.
  - c. <u>Billing Year</u> is the 12-months commencing November 1 immediately following the completion of the Decoupling Year.
  - d. <u>Customer Class</u> is the group of all customers taking service pursuant to the same Rate Schedule.

ISSUED: October March 420, 2019 ISSUED BY: /s/Susan L. Fleck
Susan L. Fleck

EFFECTIVE: November 01, 20198 TITLE: President

- 4. Reporting: The Company shall submit annual reports to the Commission reconciling any difference between the actual conservation expenditures and actual revenues collected under this rate schedule. The difference whether positive or negative will be carried forward into the conservation charge for the next recovery period. Upon completion of the conservation program(s), any over or under collection may be credited or charged to the deferred Winter Period cost of gas account, subject to Commission approval.
- 5. <u>Effective Date</u>: On or before the first business day in September of each year, the Company shall file with the NHPUC for its consideration and approval, the Company's request for a change in the CC applicable to each Rate Category during the next subsequent twelve-month period commencing with the calendar month of November.
- 6. <u>Reconciliation Adjustment</u>: Account 1163-1755 shall contain the cumulative difference between the sum of the DSM expenditures incurred by the Company plus the sum of the DSM repayments and the revenues collected from customers. The Company shall file the reconciliation along with the COG filing on or before the first business day in September of each year.

## D. Revenue Decoupling Adjustment Factor.

- 1. <u>Purpose</u>: The purpose of the Revenue Decoupling Adjustment Factor ("RDAF") is to establish procedures that allow the Company, subject to the jurisdiction of the NHPUC, to adjust, on an annual basis, its rates for firm gas sales and firm transportation in order to reconcile Actual Base Revenue per Customer with Benchmarked Base Revenue per Customer. The Company's RDAF eliminates the link between volumetric sales and Company revenue in order to align the interests of the Company and customers with respect to changing customer usage. The purpose of the NWA is to adjust each customer's bill for the difference in delivery charges caused by the variation in actual HDDs from normal HDDs during the Winter Period.
- 2. <u>Effective Date</u>: The RDAF and NWA shall take effect beginning on November 1, 2018, and replace the Lost Revenue Adjustment Mechanism (LRAM) established in Order No. 25,932 (Docket No. DE 15-137).
- 3. <u>Applicability</u>: The Revenue Decoupling Adjustment Factor and NWA shall apply to all of the Company's firm tariff Rate Schedules, subject to the jurisdiction of the Commission, as determined in accordance with the provisions of this RDAF and NWA.
- 4. Definitions: The following definitions shall apply throughout the RDAF and NWA:
  - a. <u>Actual Base Revenue</u> is the actual revenue derived from the Company's distribution rates for a given Decoupling Year for a Customer Class. The Company will use monthly distribution revenues adjusted to include weather normalized actuals and Actual Number of Customers to determine the Monthly Actual Base Revenue per Customer.
  - b. <u>Actual Number of Customers</u> is the actual number of Equivalent Bills for the applicable Customer Class for the applicable month of the Decoupling Year.
  - c. <u>Billing Year</u> is the 12-months commencing November 1 immediately following the completion of the Decoupling Year.
  - d. <u>Customer Class</u> is the group of all customers taking service pursuant to the same Rate Schedule.

ISSUED: October 4, 2019 ISSUED BY: /s/Susan L. Fleck

Susan L. Fleck EFFECTIVE: November 01, 2019 TITLE: President