

1 Following this introduction is a review of each cost category in Section II. Section II also describes  
2 the review process that is undertaken to analyze charges from outside vendors to ensure that costs  
3 are accurate and reasonable. Section III provides concluding remarks.

4 **II. COST ANALYSIS AND DOCUMENTATION**

5 **Q. For the Storm Events which have yet to be audited, please provide the total amount of storm**  
6 **costs included in this filing related to the restoration of power.**

7 A. As illustrated in the table below, the Company incurred storm-related preparation and response  
8 costs totaling approximately \$14.0 million in relation to the nine Storm Events listed. These  
9 amounts do not include any costs capitalized within utility plant on the Company's books nor the  
10 carrying charge associated with the costs incurred. Including the carrying charge associated with  
11 the timing of each of these expenditures, the total cost including carrying charges as of April 30,  
12 2020 is approximately \$14.6 million.

Storm	Total Cost	Carrying Costs 04/30/2020	Total Cost 04/30/2020
10/15/18 Storm	\$ 706,066	\$ 28,335	\$ 734,401
11/02/18 Storm	\$ 951,495	\$ 33,627	\$ 985,122
11/26/18 Storm	\$ 7,354,307	\$ 277,339	\$ 7,631,646
01/20/19 Pre-Staging	\$ 978,860	\$ 62,611	\$ 1,041,471
01/30/19 Pre-Staging	\$ 60,378	\$ 4,661	\$ 65,039
02/24/19 Storm	\$ 2,353,814	\$ 145,282	\$ 2,499,095
02/13/19 Pre-Staging	\$ 67,824	\$ 4,221	\$ 72,045
04/03/19 Storm	\$ 1,354,449	\$ 78,360	\$ 1,432,809
08/21/19 Pre-Staging	\$ 97,577	\$ 3,327	\$ 100,904
Total	\$ 13,924,771	\$ 637,762	\$ 14,562,533

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14 **Q. Did the Company review the incremental storm expenses to ensure the amounts identified**  
15 **are accurate and correctly attributable to each event?**

16 A. Yes. The Company undertook a thorough review of invoices and costs recorded to the Company's  
17 system in relation to these events. In conducting that review, the Company carefully examined the  
18 charges to confirm that the costs are incremental costs directly attributable to the emergency

<b>Storm</b>	<b>Storm-related Payroll</b>
10/15/18 Storm	\$ 230,749
11/02/18 Storm	\$ 314,629
11/26/18 Storm	\$ 1,599,333
01/20/19 Pre-Staging	\$ 290,703
01/30/19 Pre-Staging	\$ 33,275
02/24/19 Storm	\$ 656,083
02/13/19 Pre-Staging	\$ 36,891
04/03/19 Storm	\$ 444,000
08/21/19 Pre-Staging	\$ 52,288
Total	\$ 3,657,950

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The payroll category includes the labor costs for union and non-union personnel. Employees are required to account for each hour worked every day. Employees in the field with a designated timekeeper fill out a paper timesheet with their hours worked. The timesheet is reviewed and approved by the employee's supervisor and entered into Eversource's time and attendance system by a clerical employee in the office. Employees with access to Eversource's time and attendance system enter their own time directly and supervisors review and approve payroll in that system.

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For the union personnel discussed above, the actual costs related to their worked hours is based on the applicable collective-bargaining agreement(s).

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Exempt employee time is captured and tracked in the same storm account. Since exempt employees are not routinely paid for overtime, this time entry is for tracking purposes only. During the most severe weather events, exempt employees are required to work an extensive number of hours over their typical work week. Depending on the severity of the event, exempt operations supervisory employees are paid for overtime worked during a storm event, consistent with the Eversource storm pay policy. For exempt employees who do not fall into the operations supervision category or if the ERP level of the event is not met, employees at the level of manager and below may be awarded fixed compensation. None of the nine Storm Events contain compensation awards for exempt employees who worked extended hours in support of the restoration process.

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<b>Storm</b>	<b>Itemization of Materials</b>
10/15/18 Storm	\$ 22,980
11/02/18 Storm	\$ 4,085
11/26/18 Storm	\$ 28,366
01/20/19 Pre-Staging	\$ -
01/30/19 Pre-Staging	\$ -
02/24/19 Storm	\$ 25,172
02/13/19 Pre-Staging	\$ -
04/03/19 Storm	\$ 8,469
08/21/19 Pre-Staging	\$ -
<b>Total</b>	<b>\$ 89,072</b>

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The Materials category represents the incremental costs associated with the materials used to restore power and repair storm damage. Typically, these are small items like tape, nuts and bolts, and short sections of wire, safety and protective equipment. Also included in these amounts are store and lobby stock items purchased during a storm event.

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**III. CONCLUDING REMARKS**

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**Q. Were the costs presented in this filing for recovery reasonably and prudently incurred to restore power to customers following the Storm Events?**

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A. Yes. All of the costs that the Company has presented in this filing were incurred as part of the

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Company's efforts to prepare for and respond to the storm conditions caused by the Storm Events.

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As previously mentioned, each of these events met or exceeded the threshold required to be

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recoverable via Eversource's MSCR. Significant resources were needed to prepare for the Storm

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Events and to restore power in a reasonable timeframe. The actions taken by Eversource to prepare

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for and respond to the weather events were appropriate and effective, and resulted in the restoration

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of power in a reasonably prompt manner. Therefore, the costs that were incurred to achieve these

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results are eligible for recovery through the Company's MSCR.

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**Q. Does this complete your testimony?**

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A. Yes, it does.