

NSTAR Gas Company
2025
Calculation of Return on Equity

Net utility income available for common shareholders (A)	\$ 116,983,635
Total utility common equity (B)	\$ 1,366,659,349
ROE % (A/B)	8.56%

(A) Net utility income available for common shareholders (Note 1)

Total utility operating income (pg. 10, line 18)		156,955,903
Plus:		
Service quality penalties		-
Amortization of acquisition premium		
Less:		
Total interest charges (pg. 10, line 39)	40,036,326	
Preferred dividends declared	-	
Subtotal	40,036,326	

Total utility plant as % of total utility plant and other property and investments

	balance @ end of year			
Utility plant (pg. 8, line 2)	2,992,648,464			
Accumulated depreciation (pg. 9, lines 38 & 39)	(411,978,824)			
Deferred taxes: MA & Federal (pg. 9, line 43)	(227,069,481)			
ARO (GL account 101100, included on pg. 8, line 2)	(1,341,697)			
Customer contributions (pg. 9, lines 34 & 46)	(17,164,963)			
Total utility plant, net	2,335,093,499	99.84%	99.84%	
Total other property and investments (pg. 8, lines 4 & 6)	3,812,187	0.16%		
Total utility plant and other property and investments	2,338,905,686	100.00%	39,972,268	39,972,268

Net utility income available for common shareholders 116,983,635

(B) Total utility common equity (Note 2)

	balance @ beg. of year	balance @ end of year	
Total proprietary capital (pg. 9, line 13)	1,344,660,898	1,393,038,119	1,368,849,509
Less:			
Unappropriated undistributed retained earnings		-	-
Preferred stock issued		-	-
Unamortized acquisition premium			
Subtotal	1,344,660,898	1,393,038,119	1,368,849,509
Total utility common equity			99.84% 1,366,659,349

Notes:

- (1) Amortization of acquisition premium included due to approval for recovery in DTE 99-19.
- (2) Unamortized acquisition premium adjustment is not applicable due to approval for recovery in DTE 99-19.