

Aquarion Water Company of Connecticut
FINANCIAL SUMMARY - DOCKET 86-09-06RE01
TWELVE MONTHS ENDING 09/30/2023

<u>Item</u> <u>Reference</u>	<u>Response</u>
A. Times pre-tax interest coverage (AFUDC included)	2.72 times
B. Times pre-tax interest coverage and other non-cash accruals (AFUDC excluded)	0.77 times
C. Indenture coverage	1.75 times *
* average annual net earnings of AWCCT in the thirty-six consecutive months ending not more than ninety days prior to the date of issuance thereof shall have been at least equal to 1 3/4 times the aggregate amount of annual interest charges on all bond indebtedness on a pro forma basis. Such net earnings are before interest but after all income taxes.	
D. Net cash flow as a % of total permanent capital	5.65%
E. Net cash flow as a % of cash construction	42.28%
F. Return on common equity	
Cost of capital method (12 months ending)	
1A) Average capital structure	6.17%
1B) End of period capital structure	6.17%
Net income method (12 months ending)	
2A) Regulated portion of company	6.37%
2B) Total company (same as 2a)	
G. AFUDC as a % of earnings	15.03%
H. Rate base	\$1,103,854,703
I. Return on rate base	5.37%
Items J thru L pertain to Aquarion Company, Parent Company of AWCCT Company	

J.* Market to book
1) Dollars, Market Book
2) Ratio

K.* Dividends per share
1) Most current 3 months ended
2) Most current 12 Months ended

*On January 7, 2000, Aquarion Company, parent company of Aquarion Water Company of Connecticut, formerly BHC, was purchased by Kelda Group PLC of Leeds, England. As a result of the merger, Aquarion Company common stock was purchased for cash. In April 2007, the Company was sold to Macquarie Utilities, Inc. On December 4, 2017, Eversource Energy Corporation (NYSE: ES) closed its purchase of Aquarion Company. Therefore, items J through L are no longer applicable for this reporting purpose.

L.* Earnings per share (see above)
1) Most current 3 months ended
2) Most current 12 months ended

M. Capital structure

1) Average

A) excluding short-term debt

		<u>%</u>	<u>Embedded Cost</u>	<u>Weighted cost of Capital</u>
Long-term debt	\$ 511,505,000	46.00	4.43%	2.04%
Preferred stock	-	0.00	0.00%	0.00%
Common equity	600,423,609	54.00	6.17%	3.33%
	<u>\$ 1,111,928,609</u>	<u>100.00</u>		<u>5.37%</u>

B) including short-term debt

		<u>%</u>	<u>Embedded Cost</u>	<u>Weighted cost of Capital</u>
Long-term debt	\$ 511,505,000	46.16	4.43%	2.05%
Preferred stock	-	0.00	0.00%	0.00%
Common equity	600,423,609	54.19	6.17%	3.34%
Short-term debt	(3,884,240)	-0.35	1.03%	0.00%
	<u>\$ 1,108,044,370</u>	<u>100.00</u>		<u>5.39%</u>

2) End of period

A) excluding short-term debt

		<u>%</u>	<u>Embedded Cost</u>	<u>Weighted cost of Capital</u>
Long-term debt	\$ 536,505,000	45.94	4.43%	2.04%
Preferred stock	-	0.00	0.00%	0.00%
Common equity	631,241,624	54.06	6.17%	3.33%
	<u>\$ 1,167,746,624</u>	<u>100.00</u>		<u>5.37%</u>

B) including short-term debt

		<u>%</u>	<u>Embedded Cost</u>	<u>Weighted cost of Capital</u>
Long-term debt	\$ 536,505,000	45.87	4.43%	2.03%
Preferred stock	-	0.00	0.00%	0.00%
Common equity	631,241,624	53.97	6.17%	3.33%
Short-term debt	1,976,990	0.17	1.03%	0.00%
	<u>\$ 1,169,723,614</u>	<u>100.00</u>		<u>5.36%</u>

N. Inflation rate - % change from 09/22 to 09/23

Consumer Price Index	3.70%
Producer Price Index	-3.25%

O. Interest rates @ 09/30/23

Average short-term rate	4.86%
Prime rate	8.50%