

**NSTAR Gas Company**  
**2023**  
**Calculation of Return on Equity**

Net utility income available for common shareholders (A)	\$	86,550,829
Total utility common equity (B)		\$ 1,024,735,540
<b>ROE % (A/B)</b>		<b>8.45%</b>

<b>(A) Net utility income available for common shareholders</b> <small>(Note 1)</small>		
Total utility operating income (pg. 10, line 18)		114,884,069
Plus:		
Service quality penalties		-
Amortization of acquisition premium		
Less:		
Total interest charges (pg. 10, line 39)	28,390,020	
Preferred dividends declared		-
Subtotal	28,390,020	

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

	balance @ end of year			
Utility plant (pg. 8, line 2)	2,504,692,905			
Accumulated depreciation (pg. 9, lines 38 & 39)	(424,105,095)			
Deferred taxes: MA & Federal (pg. 9, line 43)	(182,346,712)			
ARO (GL account 101100, included on pg. 8, line 2)	(1,341,697)			
Customer contributions (pg. 9, lines 34 & 46)	(14,140,511)			
Total utility plant, net	1,882,758,890	99.80%	99.80%	
Total other property and investments (pg. 8, lines 4 & 6)	3,812,187	0.20%		
Total utility plant and other property and investments	1,886,571,077	100.00%	28,333,240	28,333,240

**Net utility income available for common shareholders** 86,550,829

<b>(B) Total utility common equity</b> <small>(Note 2)</small>			
	balance @ beg. of year	balance @ end of year	
Total proprietary capital (pg. 9, line 13)	895,711,646	1,157,866,590	1,026,789,118
Less:			
Unappropriated undistributed retained earnings			
Preferred stock issued	-	-	-
Unamortized acquisition premium			
Subtotal	895,711,646	1,157,866,590	1,026,789,118
<b>Total utility common equity</b>			99.80% 1,024,735,540

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.