

The Systems Benefits Cost Adjustment shall adjust the Systems Benefits Charge (SBC), annually, on a fully reconciling basis to all applicable customers taking service under the Company's rates, to recover or refund the difference between certain components of the Company's Systems Benefits Charge and the Company's systems benefits costs from the prior period, as approved by the Connecticut Department of Public Utility Control (the "Department"). The components of the SBC subject to this adjustment are:

- Public Education Outreach Program
- Gross Earnings Tax
- Hardship protection costs (bad debt reimbursed to energy suppliers)
- Payment to towns to offset property tax revenue reductions
- Changes in payments to resource recovery authorities
- Displaced worker protection costs
- Conservation Restriction - Candlewood Lake
- Prior Spent Nuclear Fuel Disposal Costs
- Low Income Conservation Programs
- MP1 post retirement safe shutdown and site protection
- Decommissioning fund contributions
- Summer Saver Program

Each adjustment of the prices under the Company's applicable rates shall be in accordance with a notice filed with the Department setting forth the amount of the applicable Systems Benefits Cost Adjustment, the amount of the increase or decrease and the effective delivery charge on the Company's rates as adjusted to reflect the new Systems Benefits Cost Adjustment amount. The notice shall further specify the effective date of such adjustment, which shall not be earlier than thirty days after the filing of the notice, or such other date as the Department may authorize.