

Mid-Term Modification Request for Eversource

June 17, 2015

Eversource is on track to achieve its Three-Year Plan portfolio level savings goals. In order to do so, Eversource is proposing to make adjustments to budget allocations to meet customer demand for services and to achieve desired results in the NSTAR Electric service territory. The current trajectory of spending is expected to trigger the need for Energy Efficiency Advisory Council (“EEAC” or “Council”) approval for Eversource pursuant to § 3.8.1(3) of the revised Energy Efficiency Guidelines issued by the Department of Public Utilities (“Department”) in D.P.U. 11-120-A, Phase II. Eversource requests Council support to make the following modifications to its Energy Efficiency Plans (“Plan”).

Eversource is committed to securing energy savings consistent with its portfolio level savings goals for the period 2013 – 2015 that were endorsed by the Council and approved by the Department, and is not proposing a change to the savings goals. NSTAR Electric’s Residential Products program has been very successful, achieving over 150% of its 2014 annual savings goal. However, continuing this successful program will require additional dollars.

Eversource is requesting support for budget increases in its electric Residential Products program, serving the NSTAR Electric service territory, as follows:

Program	Planned Budget	2013-2015 Projected (2013 Plan Yr Report Actuals + 2014 Plan Yr Report Actuals + 2015 Projections)	Additional Budget Requested for Approval	Percentage Change from Plan
Residential Products	\$48.9 million	\$64.3 million	\$15.4 million	+31%

The request for a budget increase in the Residential Products program is driven by the continued success of the Residential Lighting initiative and higher-than-anticipated demand for central air-conditioning, and various heat pump technologies. In 2013, NSTAR achieved 161% of its Residential Lighting lifetime savings goal due to the higher than anticipated demand for LED bulbs as well as increased participation in almost all other lighting-related measure categories (i.e., CFL and LED fixtures and specialty CFL bulbs). In 2013, NSTAR also achieved 131% its Cooling and Heating Equipment lifetime savings goal. Similarly, in 2014, NSTAR achieved 193% its Residential Lighting lifetime savings goal and 160% of its Cooling and Heating Equipment lifetime savings goal. In 2015, Eversource anticipates sustaining its efforts with LED bulbs in order to continue to meet customer demand for these products. Although a smaller component of the products program, Eversource also anticipates a continued interest in heat pump technologies and plans to sustain the efforts achieved in 2014 into 2015.

Eversource anticipates meeting or exceeding its three year commitment for lifetime savings for all sectors for all operating companies. Since Eversource is not requesting changes to its Three-Year Plan approved savings goals, no changes to the Performance Incentive pool or mechanism filed with the Department on February 28, 2014 in docket D.P.U. 14-05 are requested.¹

For informational purposes only, the tables below show Eversource's 2013-2015 anticipated adjustments for annual savings, lifetime savings, benefits and budget for each sector. These projections incorporate 2013 Plan-Year Report results, 2014 Plan-Year Report results, and proposed budget adjustments for 2015.

¹ Eversource notes that the Department's Annual Report Orders have impacted the performance incentive pool due to the ruling on performance metrics. However, it still notes there will be nothing that impacts that allocation based on this request.

Appendix A

Eversource - NSTAR Electric

Eversource (NSTAR ELECTRIC) 2013 - 2015 PROPOSED ADJUSTMENT & PROJECTIONS BY SECTOR												
SECTOR	ANNUAL SAVINGS (MWh)			LIFETIME SAVINGS (MWh)			BENEFITS (LIFETIME \$)			BUDGET		
	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal
RES	324,014	409,693	126%	2,018,760	3,248,878	161%	696,785,382	877,593,234	126%	178,496,352	204,497,063	115%
LI	27,971	41,382	148%	270,506	371,893	137%	112,042,126	119,281,689	106%	61,151,896	59,996,521	98%
C&I	1,155,661	1,111,778	96%	16,034,625	14,966,668	93%	1,937,626,521	2,008,540,891	104%	371,969,284	318,004,986	85%
TOTAL	1,507,646	1,562,854	104%	18,323,891	18,587,439	101%	2,746,454,029	3,005,415,814	109%	611,617,532	582,498,570	95%

Eversource (NSTAR ELECTRIC) 2013 - 2015 PROPOSED ADJUSTMENT & PROJECTIONS BY RESIDENTIAL PROGRAM												
PROGRAM	ANNUAL SAVINGS (MWh)			LIFETIME SAVINGS (MWh)			BENEFITS (LIFETIME \$)			BUDGET		
	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal	2013-2015 Approved	2013-2015 with Proposed Adjustments	% Of Goal
Res Whole	138,888	176,559	127%	604,788	918,744	152%	500,486,135	588,783,400	118%	111,278,051	111,790,734	100%
Res Produ	185,126	233,134	126%	1,413,972	2,330,134	165%	196,299,248	288,809,834	147%	48,921,713	64,292,092	131%
Res Hard	0	0	0%	0	0	0%	0	0	0%	18,296,588	28,414,237	155%
TOTAL	324,014	409,693	126%	2,018,760	3,248,878	161%	696,785,382	877,593,234	126%	178,496,352	204,497,063	115%