

THE NARRAGANSETT ELECTRIC COMPANY
STREET LIGHT METERING PILOT COST RECOVERY PROVISION

The Company's rates for Street and Area Lighting service (S-05, S-06, S-10, and S-14) are subject to adjustment to reflect recovery of costs associated with the Company's Street Light Metering Pilot Proposal, approved by the Rhode Island Public Utilities Commission in Docket No. 4513 (Pilot). The Company will file estimated Pilot costs and a cost recovery factor, which will be a monthly charge per luminaire designed to recover the estimated Pilot costs over a two-year period, for the Commission's review and approval.

Following the termination of the Pilot, the Company will submit a final accounting of the actual Pilot costs for the review and approval of the Commission. The actual Pilot costs will be compared to the revenue billed through the factor to customers receiving Street and Area Lighting service and any over or under recovery of costs will be credited to or recovered from customers receiving Street and Area Lighting service through the Pilot's cost recovery factor during the subsequent twelve months.

Modifications to the Pilot cost recovery factor shall be in accordance with a notice filed with the Commission pursuant to R.I. Gen. Laws. § 39-3-11(a) setting forth the amount(s) of the revised factor(s) and the amount(s) of the increase(s) or decrease(s). The notice shall further specify the effective date of such charges.

Effective: August 1, 2015