

Niagara Mohawk Power Corporation d/b/a National Grid
Earnings Adjustment Mechanism (EAM) Surcharge and interest
In Accordance with Rule 40 of P.S.C. No. 219 Gas ("Tariff")
Rate case 17-E-0238/239, Section 3.8, Appendix 2, Schedule 9

GL account U1823666

Month	Beginning balance	Incentive earned (CY19)	Recovery	WACC	Interest	Ending balance	Cummulative Interest
	(a)	(b)	(c)/JE	(d)	(e)/JE	(f)	(g)
Feb-20		265,146.10				265,146.10	-
Mar-20	265,146.10	0		0.666%		265,146.10	-
Apr-20	265,146.10		(7,205.98)	0.666%	1,286.23	259,226.35	1,286.23
May-20	259,226.35		(18,801.72)	0.666%	1,228.60	241,653.23	2,514.83
Jun-20	241,653.23		(10,154.09)	0.666%	1,163.45	232,662.59	3,678.28
Jul-20	232,662.59		(7,081.92)	0.666%	1,126.78	226,707.45	4,805.06
Aug-20	226,707.45		(6,277.78)	0.666%	1,099.48	221,529.15	5,904.54
Sep-20	221,529.15		(7,051.68)	0.666%	1,072.11	215,549.58	6,976.64
Oct-20	215,549.58		(9,655.91)	0.666%	1,036.30	206,929.96	8,012.94
Nov-20	206,929.96		(17,293.44)	0.666%	975.13	190,611.65	8,988.07
Dec-20	190,611.65		(27,192.18)	0.666%	870.54	164,290.00	9,858.60
Jan-21	164,290.00		(36,544.89)	0.666%	718.09	128,463.20	10,576.69
Feb-21	128,463.20		(\$49,161.83)	0.666%	510.88	79,812.26	11,087.57
Mar-21 ¹	79,812.26		(\$33,318.93)	0.666%	310.58	46,803.90	11,398.15
Total			(229,740.34)		11,398.15		

Carrying charges start to calculate in April 2020

Year	Annualized Rate	Monthly Rate	Tax Rate
2019 - Pre Tax WACC (Apr 2018 - Mar 2019)	8.07%	0.673%	73.86%
2020 - Pre Tax WACC (Apr 2019 - Mar 2020)	8.02%	0.668%	26.14%
2021 - Pre Tax WACC (Apr 2020 - Mar 2021)	7.99%	0.666%	100.00%

(a) Carried prior month ending balance.

(b) EAM account activity - incentive piece.

(c) EAM account activity - recovery piece obtained from BO and compared to RP200.

(d) WACC rate published in Rate Case 17-E-0238/239.

(e) Formula (a) + [(b) + (c)]/2*(d)*73.86%

(f) Formula (a) + (b) + (c) + (e)

(g) Prior month (g) + current month (e)

Notes:

(1) Recovery in column (c) contains estimate using March 2021 sales forecast.