

Affiliates of Gas and Electric Companies

THE COMMONWEALTH OF MASSACHUSETTS

ANNUAL RETURN

OF THE

HARBOR ELECTRIC ENERGY COMPANY

TO THE

DEPARTMENT OF PUBLIC UTILITIES

FOR THE YEAR ENDED DECEMBER 31,

2015

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

1. Full title of the Company..... Harbor Electric Energy Company
2. Location of principal business office, 800 Boylston Street  
Boston, MA 02199
3. Date of organization, December 22, 1989 as a Massachusetts corporation under the laws of the Commonwealth of Massachusetts
4. Date of annual meeting,..... Consent in lieu of meeting dated  
July 20, 2015
5. Number of stockholders,..... 1
6. Number of stockholders in Massachusetts, 1
7. Amount of stock held in Massachusetts,... 1,000 shares of \$1.00 par value  
common stock

Name of officer to whom correspondence should be addressed regarding this report,

<u>NAME</u>	<u>TITLE</u>	<u>ADDRESS</u>
Jay S. Buth	Vice President, Controller and Chief Accounting Officer	107 Selden Street Berlin, CT 06037

Annual Report of

Harbor Electric Energy Company

Year ended December 31, 2015

DIRECTORS AND PRINCIPAL OFFICERSDirectors or Trustees

<u>Name</u>	<u>Address</u>	<u>Date of Expiration of Term</u>
Gregory B. Butler	56 Prospect Street Hartford, CT 06103	Next Annual Meeting
James J. Judge	800 Boylston Street Boston, MA 02199	Next Annual Meeting
Werner J. Schweiger	107 Selden Street Berlin, CT 06037	Next Annual Meeting

PRINCIPAL OFFICERS

<u>Title</u>	<u>Name</u>	<u>Official's Address</u>
President	Werner J. Schweiger	107 Selden Street Berlin, CT 06037
Executive VP and Chief Financial Officer	James J. Judge	800 Boylston Street Boston, MA 02199
Senior Vice President and General Counsel	Gregory B. Butler	56 Prospect Street Hartford, CT 06103
Vice President, Controller and Chief Accounting Officer	Jay S. Buth	107 Selden Street Berlin, CT 06037
Vice President & Treasurer	Philip J. Lembo	One NSTAR Way Westwood, MA 02090
Secretary and Clerk	Richard J. Morrison	800 Boylston Street Boston, MA 02199
Independent Accountant	Deloitte & Touche LLP	City Place 185 Asylum Street 32 <sup>nd</sup> Floor Hartford, CT

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

IF ANY OF THE DIRECTORS, TRUSTEES OR OFFICERS HOLD ANY OFFICE IN ANY OF THE COMPANIES OR ASSOCIATIONS RECEIVING SERVICES FROM THE REPORTING COMPANY, STATE THE TITLE AND THE COMPANY OR ASSOCIATION WITH WHICH SUCH DIRECTOR, TRUSTEE OR OFFICER IS ASSOCIATED.

Harbor Electric Energy Company does not provide any services to any affiliated company.

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

LIST ALL CONTRACTS ENTERED INTO FOR THE FURNISHING OF SERVICES, PURCHASE OF MATERIALS, SUPPLIES, EQUIPMENT, ETC. SUBMIT CONTRACT FORM.

<u>Date</u>	<u>For What Time</u>
2015	Year ended December 31, 2015

The Company was incorporated on December 22, 1989 pursuant to the laws of the Commonwealth of Massachusetts. The Company commenced operations in January 1990. A service agreement was entered into between Harbor Electric Energy Company and Eversource Energy Service Company (formerly known as Northeast Utilities Service Company), and such agreement was amended and restated on January 1, 2014. Substantially all organizational, general and administrative, operation and maintenance services required are provided Eversource Energy Service Company.

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

INCOME ACCOUNT FOR THE YEAR

<u>INCOME</u>	<u>Amount</u>
Services rendered	\$ 1,915,764
Interest Income	<u>3,615</u>
Total Income	<u>\$ 1,919,380</u>
 <u>EXPENSES</u>	
General office and other rents	16,449
Insurance	276,070
Depreciation & amortization	745,048
Other expenses	119,384
Taxes	255,024
Interest	<u>129,984</u>
Total Expenses	<u>1,541,960</u>
Net Income	<u>\$ 377,420</u>

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

BALANCE SHEET

ASSETS

INVESTMENTS

Property, Plant & Equipment	\$40,729,459
Organization	<u>285,274</u>
Total Investments	<u>41,014,733</u>

CURRENT ASSETS

Cash & equivalents	3,345,846
Accounts receivable (Page 8) (net)	66,221
Deposits with Trustee	<u>0</u>
Total Current Assets	<u>3,412,067</u>

DEFERRED CHARGES

Prepayments	144,116
Other deferred charges (primarily Income Taxes)	<u>2,993,163</u>
Total Deferred Charges	<u>3,137,279</u>

TOTAL ASSETS

\$47,564,079

LIABILITIES

Capital Stock	\$ 2,101,000
Indebtedness	<u>-0-</u>
Total Capital Stock and Indebtedness	<u>2,101,000</u>

CURRENT LIABILITIES

Accounts Payable, Associated Companies (Page 9)	45,743
Debt due in one year	-0-
Deferred Revenues	251,602
Other current liabilities	<u>43,213</u>
Total Current Liabilities	<u>340,558</u>

Deferred Credits	-0-
Reserve for Depreciation	41,014,733
Earned Surplus	<u>4,107,788</u>

TOTAL LIABILITIES

\$47,564,079

Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

ACCOUNTS RECEIVABLE\*

Customer Account Receivable (Massachusetts Water Resources Authority)	<u>\$66,221</u>
Total Accounts Receivable	<u>\$66,221</u>

UNBILLED CHARGES\*

	<u>AMOUNT</u>
Total Unbilled Charges	<u>-0-</u>

\* GIVE INDIVIDUAL ACCOUNTS AGGREGATING MORE THAN \$5,000 IN AMOUNT.  
GIVE TOTAL AMOUNT REPRESENTED BY ACCOUNTS OF LESS THAN \$5,000 SPECIFYING NUMBER.



Annual Report of Harbor Electric Energy Company Year ended December 31, 2015

ACCOUNTS PAYABLE\*

	<u>AMOUNT</u>
Accounts Payable Associated Companies	
NSTAR Electric Company	\$ 44,822
Eversource Energy Service Company	<u>922</u>
Total Accounts Payable Associated Companies	<u>\$45,744</u>

\*INDIVIDUAL ACCOUNTS AGGREGATING MORE THAN \$5,000 IN AMOUNT.

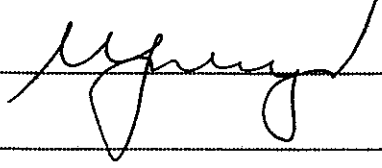
GIVE TOTAL AMOUNT REPRESENTED BY ACCOUNTS OF LESS THAN \$5,000 SPECIFYING NUMBER.

ANALYSIS OF CHARGES FOR SERVICES

<u>COMPANY OR CUSTOMER</u>	<u>TOTAL AMOUNT BILLED</u>
Operation, maintenance and management services provided by Parent Corp., NSTAR Electric Company	\$81,374 *
General and administrative services provided by Eversource Energy Service Company.	\$28,999

\* Estimated billings are subject to subsequent true up to actual costs.

THIS RETURN IS SIGNED UNDER THE PENALITIES OF PERJURY



Werner J. Schweiger President and a Director

James J. Judge Executive Vice President and Chief  
Financial Officer and a Director

Gregory B. Butler Senior Vice President and General Counsel  
and a Director

Jay S. Buth Vice President, Controller and Chief Accounting  
Officer

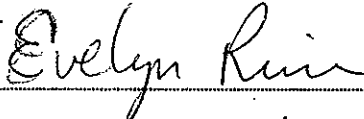
Philip J. Lembo Vice President and Treasurer

Richard J. Morrison Secretary and Clerk

State of Connecticut  
Hartford County  
Berlin

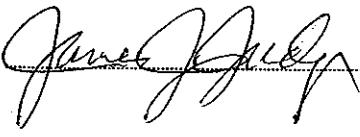
April 15, 2016

Then personally appeared Werner J. Schweiger and made oath to the truth of the foregoing statement by him subscribed according to his best knowledge and belief.

 Notary Public

My commission expires December 31, 2018

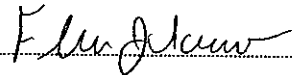
THIS RETURN IS SIGNED UNDER THE PENALITIES OF PERJURY

.....	Werner J. Schweiger	President and a Director
	James J. Judge	Executive Vice President and Chief Financial Officer and a Director
.....	Gregory B. Butler	Senior Vice President and General Counsel and a Director
.....	Jay S. Buth	Vice President, Controller and Chief Accounting Officer
.....	Philip J. Lembo	Vice President and Treasurer
.....	Richard J. Morrison	Secretary and Clerk

State of Massachusetts  
Suffolk County  
Boston

..... April 15, 2016 .....

Then personally appeared James J. Judge and made oath to the truth of the foregoing statement by him subscribed according to his best knowledge and belief.



..... Notary Public .....

My commission expires

January 29, 2023

