

NORTHEAST UTILITIES SYSTEM
 Form 35-CERT
 February 27, 2002

File No. 70-9543

UNITED STATES OF AMERICA
 SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549

Application of Northeast) CERTIFICATE PURSUANT TO
 Utilities and Northeast) RULE 24 UNDER THE PUBLIC
 Generation Services) UTILITY HOLDING COMPANY ACT
 Company on Form U-1) OF 1935

Pursuant to the requirements of Rule 24 under the Public Utility Holding Company Act of 1935, Northeast Utilities ("NU"), a registered holding company, hereby files this quarterly report as required by the Securities and Exchange Commission's order authorizing the use of proceeds of financing transaction for investment in Exempt Wholesale Generators. (HCAR No. 35-27148, March 7, 2000, File No. 70-9543) ("Order").

For the quarter ended December 31, 2001, the following information is reported pursuant to the Order.

- 1) A computation in accordance with rule 53(a) (as modified by the Commission's order in this proceeding) of NU's aggregate investment in EWGs.

As of December 31, 2001, NU's aggregate investment in EWGs was approximately \$448.2 million, or 71% of its average Consolidated Retained Earnings of approximately \$631.8 million.

- 2) Consolidated capitalization ratios of NU as of the end of that quarter, with consolidated debt to include all short-term debt and non-recourse debt of the EWG:

NU Consolidated Capitalization

	As of December 31, 2001	
	(thousands of dollars)	%
Common shareholders' equity	\$2,117,640	30.8%
Preferred stock	116,200	1.7
Long-term and short-term debt	2,633,518	38.2
Rate reduction bonds	2,018,351	29.3
	-----	-----
	\$6,885,709	100.0%
	=====	=====

- 3) Analysis of the growth in consolidated retained earnings which segregates total earnings growth of Northeast Generation Company (NGC) from that attributable to other subsidiaries of NU.

Retained Earnings statement as of December 31, 2001

Edgar Filing: NORTHEAST UTILITIES SYSTEM - Form 35-CERT

	NGC ---	NU CONSOLIDATED -----
	(Thousands of Dollars)	
Beginning balance as of October 1, 2001	\$ 56,961	\$ 644,886
Additions:		
Net income	8,556	49,984
Miscellaneous elimination adjustment	-	-
Deductions:		
Dividends declared-common shares	53,664	16,410
	-----	-----
Ending balance as of December 31, 2001	\$ 11,853	\$ 678,460
	=====	=====

- 4) A statement of revenues and net income for the EWG for the twelve months ending as of the end of that quarter.

NGC
Twelve months ended December 31, 2001

(Thousands of Dollars)

Revenues	\$129,681
Net Income	\$ 42,257

SIGNATURE

Pursuant to the requirements of the Public Utility Holding Company Act of 1935, the undersigned company has duly caused this Certificate to be signed on its behalf by the undersigned thereunto duly authorized.

/s/ John P. Stack

John P. Stack
Vice President and Controller
Northeast Utilities
P.O. Box 270
Hartford, CT 06141-0270
February 27, 2002