Date Filed: September 03, 2026

Witness: Douglas P. Horton and Julia Frayer
Request from: Office of Consumer Counsel

Question:

Exhibit CLP-ELP-1 Please explain in detail how the Company determined that a minimum of 30 basis points for the S Factor (Customer Dividend) is appropriate, including all analyses, assumptions, benchmarks, or other considerations relied upon in selecting 30 basis points. Please identify and compare the stretch factors adopted in other jurisdictions that the Company considered in developing its proposed 30-basis-point minimum, including the jurisdiction, utility, applicable percentage or basis-point adjustment, and date and docket of adoption.

Response:

Please refer to Exhibit CLP-PBR-3, particularly Section 5, at pages 36-37, Figure 16 at page 38, and page 58, of Exhibit CLP-PBR 1. As discussed there, LEI concluded that the proposed 0.30% Consumer Dividend is reasonable in light of CL&P's benchmarking results. Moreover, LEI reviewed the other jurisdictions in Figure 16 of Exhibit CLP-PBR-3, as a reasonableness check and CL&P's proposed 0.30% falls within the range of Consumer Dividends or stretch factors adopted in other North American PBR frameworks.