Date Filed: September 01, 2026

Witness: Brendan J. O'Brien, Garrett J. Murray and Marianne Eichler
Request from: Office of Consumer Counsel

Question:

(Corporate Reorganization Costs)
a. Provide the amount of corporate reorganization costs (direct and allocated) incurred in each of the years 2021, 2022, 2023, 2024, 2025, and the amount included in the rate year.
b. For each year, also provide a description of the reason for the reorganization.
c. State when the Company expects the next corporate reorganization to occur.

Response:

The Company defines corporate reorganization costs as those costs associated with a corporate restructuring or reorganization, generally one-time in nature (e.g., significant workforce reduction costs or facilities closing or consolidation costs) that are necessarily incurred with the goal of restructuring the business to be more efficient in the long term. There were no initiatives that the Company considers to be a corporate reorganization for which costs were incurred by the Company in each of the years 2021, 2022, 2023, 2024, and 2025.

Please refer to the Company's response to OCC-357[i] for costs associated with the Rate Year.

Prior Referenced Response:

[i] OCC-357 Question:

Severance Pay.

a. Please provide the amount of severance expense (direct and allocated) for each of the years 2021, 2022, 2023, 2024, 2025 and the amount included in the rate year.
b. State whether the Company has or has plans to terminate any employees in the remainder of 2026, 2027 and the rate year.

OCC-357 Response:

a. Please refer to OCC-357, Attachment 1, for the amount of severance expense incurred in years 2021 through 2025 and included in the Rate Year. In preparing this response the Company identified that the amount of severance expense incurred in the 2025 Test Year and ultimately escalated for the Rate Year is higher than previous years, due to activities related to organizational effectiveness. Therefore, the Company calculated an updated Rate Year amount for severance pay based on an average of 2021 through 2024. This updated

Rate Year amount is also included in OCC-357, Attachment 1. The Company will incorporate this Rate Year update as part of an overall update to its cost of service.

b. CL&P has no current plans to terminate CL&P employees under or subject to the Severance Pay Plan during the remainder of 2026 and 2027; however, the Company regularly evaluates business circumstances to ensure it is providing safe, reliable and cost-effective service to its customers, which could lead the Company to make organizational changes subject to the Severance Pay Plan in the future.