Date Filed: October 16, 2026

Witness: Julia Frayer
Request from: Public Utilities Regulatory Authority

Question:

(OM&A PFP AND X-FACTOR) Exhibit CLP-PBR-2, pp. 73-74, Fig. 45. TheCompany provides a narrative describing the Northeast Region X-Factor results. Explain why the narrative states certain values that appear to be different from the values in Figure 45. For example, the narrative states "over the 2010–2024 period, the Northeast X-Factor was -3.29%," but Figure 45 provides an X-Factor for the 2010-2024 period of –2.76%.

Response:

LEI acknowledges that the narrative accompanying Figure 45 contains typographical errors and incorrectly references certain study periods. As correctly reported in Figure 45, the Northeast Region's average sales-based X-factor was -3.29% for 2005–2024, rather than -3.19% as stated in the narrative. Similarly, the average X-factor was -2.76% for 2010–2024, rather than -3.29%, and -3.11% for 2015–2024, rather than -2.76% for the incorrectly referenced 2014–2024 period.

These discrepancies are limited to the accompanying narrative and do not affect the underlying calculations or results presented in Figure 45. Importantly, the corrections do not alter the Industry TFP Study's overall findings or conclusions, as the Northeast Region's sales-based X-factor remains negative across all three study periods, primarily reflecting negative TFP differentials.