

EXHIBIT A

Company's customers do not pay more through rates because the ADIT changes resulting from the Transaction cause increases to the Company's rate base;

WHEREAS, since the Transaction closed on May 25, 2022, the Company has taken action to fulfill PPL's Hold Harmless Commitment by making adjustments to its Infrastructure, Safety, and Reliability ("ISR") Plan filings with the Rhode Island Public Utilities Commission and in preparing its annual earnings reports ("Earnings Reports") for both its gas and electric operations;

WHEREAS, the Division has reviewed and evaluated the adjustments the Company has made in its ISR Plans and Earnings Report filings to ensure that the Company has fully complied with the Hold Harmless Commitment in each filing;

WHEREAS, the Company and the Advocacy Section have projected that the Hold Harmless Commitment would require the Company to make adjustments in its rate filings, including ISR Plan filings, Earnings Reports filings, and base distribution rate case filings through the year 2062;

WHEREAS, the Company and the Advocacy Section have determined that the full monetary value of the Hold Harmless Commitment to the Company's customers is capable of calculation, as reflected in Exhibit A to this Agreement;

WHEREAS, the Company and the Advocacy Section have agreed on a calculation of the Hold Harmless Commitment value for electric distribution customers, transmission-only electric customers, and gas distribution customers, which has been discounted to net present value to be provided to customers in two installments, one in the first quarter of 2026 and one in the first quarter of 2027, for both electric and gas, each installment to be paid in three parts through miscellaneous bill credits applied in January, February, and March of each year (collectively, the

“Hold Harmless Credit Amounts”), which calculation is set forth in Exhibit A to this Agreement;
and

WHEREAS, the Parties assert that this Agreement is reasonable, in the public interest, in the best interest of the Company’s customers, and in accordance with law and regulatory policy.

NOW, THEREFORE, in consideration of the recitals hereto, the exchange of promises and covenants hereinafter contained, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties, intending to be legally bound, hereby agree as follows:

1. **Incorporation of Recitals.**

The recitals set forth above are hereby incorporated by reference, and the Company and the Advocacy Section each acknowledge and agree that each such recital is true, accurate, and correct.

2. **Payment of Hold Harmless Credit Amounts.**

The total of the Hold Harmless Credit Amounts is \$154,974,636, which consists of the total amount of the miscellaneous bill credits to be provided to gas distribution customers (the “Gas Hold Harmless Credit Amount”), electric distribution customers (the “Electric Hold Harmless Credit Amount”), and electric transmission-only customers (the “Electric Transmission-Only Credit Amount”) over the course of both installments in the first quarter of calendar year 2026 and the first quarter of calendar year 2027. Upon receiving approval of this Agreement from the Division, the Company shall make payment of the Hold Harmless Credit Amounts as follows:

a. **Electric Hold Harmless Credit Amount.**

The total Electric Hold Harmless Credit Amount is \$74,919,759, which consists of (i) \$35,941,770 that the Company shall allocate to each electric distribution account receiving a bill in January, February, and March of 2026 through a miscellaneous bill credit to be calculated as set forth in the chart below, and (ii) \$38,977,989 that the Company shall allocate to each electric distribution account receiving a bill in January, February, and March of 2027 through a miscellaneous bill credit to be calculated as set forth in the chart below. The credit amounts shall be reflected as a miscellaneous bill credit on the customer's bill for each account in each month the customer receives a bill for that account.

Electric Hold Harmless Credit Amount Calculation of Miscellaneous Bill Credit Amount Each Month	
Month	Formula
January 2026	$(\$35,941,770/3) / \# \text{ active accounts on December 31, 2025}$
February 2026	$(\$35,941,770/3) / \# \text{ active accounts on January 31, 2026}$
March 2026	$(\$35,941,770/3) / \# \text{ active accounts on February 28, 2026}$
January 2027	$(\$38,977,989/3) / \# \text{ active accounts on December 31, 2026}$
February 2027	$(\$38,977,989/3) / \# \text{ active accounts on January 31, 2027}$
March 2027	$((\$38,977,989 + X)/3) / \# \text{ active accounts on February 28, 2027}$ $X = 2.5 * (\$35,941,770 - \text{total actual miscellaneous bill credits provided in January, February, and March of 2026})$ X cannot be less than 0

The Company will run an active account report on the last day of the month preceding each month in which it will provide the miscellaneous bill credits and will use the total number of accounts from each such report to calculate the amount of the miscellaneous bill credit it will provide in the subsequent month.

If the total amount of actual miscellaneous bill credits provided to electric distribution customers exceeds the total Electric Hold Harmless Credit Amount, the Company shall not make any adjustments to reconcile the total amount of credits. If the total amount of actual miscellaneous bill credits provided to electric distribution customers in January, February, and March of 2026 is less than \$35,941,770, then the Company will calculate an amount to add to the total amount of miscellaneous bill credits it will provide to electric distribution customers in March 2027 equal to 2.5 times the amount of the difference between \$35,941,770 and the total amount of actual miscellaneous bill credits provided to electric distribution customers in January, February, and March of 2026 to ensure that Company pays out in total at least the total amount of the Electric Hold Harmless Credit Amount. For example, if the total amount of actual miscellaneous bill credits provided to electric distribution customers in January, February, and March of 2026 is \$35,741,770, then the Company would add \$500,000 ($2.5 * (\$35,941,770 - \$35,741,770)$) to the total amount of miscellaneous bill credits to be provided in March 2027 to electric distribution customers.

b. **Gas Hold Harmless Credit Amount.**

The total Gas Hold Harmless Credit Amount is \$79,912,470, which consists of (i) \$38,343,875 that the Company shall allocate to each gas distribution account receiving a bill in January, February, and March of 2026 through a miscellaneous bill credit to be calculated as set forth in the chart below, and (ii) \$41,568,595 that the Company shall allocate to each gas distribution account receiving a bill in January, February, and March of 2027 through a miscellaneous bill credit to be calculated as set forth in the chart below. The credit amounts shall be reflected as a miscellaneous bill credit on the customer's bill for each account in each month the customer receives a bill for that account.

Gas Hold Harmless Credit Amount Calculation of Miscellaneous Bill Credit Amount Each Month	
Month	Formula
January 2026	$(\$38,343,875/3) / \# \text{ active accounts on December 31, 2025}$
February 2026	$(\$38,343,875/3) / \# \text{ active accounts on January 31, 2026}$
March 2026	$(\$38,343,875/3) / \# \text{ active accounts on February 28, 2026}$
January 2027	$(\$41,568,595/3) / \# \text{ active accounts on December 31, 2026}$
February 2027	$(\$41,568,595/3) / \# \text{ active accounts on January 31, 2027}$
March 2027	$((\$41,568,595 + X)/3) / \# \text{ active accounts on February 28, 2027}$ $X = 2.5 * (\$35,941,770 - \text{total actual bill credits provided in January, February, and March of 2026})$ X cannot be less than 0

The Company will run an active account report on the last day of the month preceding each month in which it will provide the miscellaneous bill credits and will use the total number of accounts from each such report to calculate the amount of the miscellaneous bill credit it will provide in the subsequent month.

If the total amount of actual miscellaneous bill credits provided to gas distribution customers exceeds the total Gas Hold Harmless Credit Amount, the Company shall not make any adjustments to reconcile the total amount of credits. If the total amount of actual miscellaneous bill credits provided to gas distribution customers in January, February, and March of 2026 is less than \$38,343,875, then the Company will calculate an amount to add to the total amount of miscellaneous bill credits it will provide to gas distribution customers in March 2027 equal to 2.5 times the amount of the difference between \$38,343,875 and the total amount of actual miscellaneous bill credits provided to electric distribution customers in January, February, and March of 2026 to ensure that Company pays out in total at least the total amount of the Gas Hold

Harmless Credit Amount. For example, if the total amount of actual miscellaneous bill credits provided to gas distribution customers in January, February, and March of 2026 is \$38,143,875, then the Company would add \$500,000 ($2.5 * (\$38,343,875 - \$38,143,875)$) to the total amount of miscellaneous bill credits to be provided in March 2027 to gas distribution customers.

c. **Electric Transmission-Only Credit Amount.**

The Company has five customers who receive electric transmission service only, and only three of those customers have recent use of the service such that they would be eligible for the Electric Transmission-Only Credit Amount. The total Electric Transmission-Only Credit Amount attributable to these three customers is \$142,407, which the Company will credit: (i) in an installment of \$68,088 to be credited in three parts across January, February, and March of 2026, and (ii) in an installment of \$74,319 to be credited in three parts across January, February, and March of 2027. Those three customers will receive miscellaneous bill credits in January, February, and March of 2026 and 2027 as reflected on Exhibit A.

3. **Eligibility to Receive a Miscellaneous Bill Credit for the Electric Hold Harmless Credit Amount and the Gas Hold Harmless Credit Amount.**

If a customer has an account that is issued a bill during January, February, and March of 2026 and 2027, then the customer will receive a miscellaneous bill credit for each account that is issued a bill in that month. Customers will receive miscellaneous bill credits only in the months in which they receive bills. For example, if a customer has an account for the month of December 2025 and receives a bill for that account in January 2026, but closes that account and does not receive a bill for that account in February of 2026 or thereafter, the customer would receive a miscellaneous bill credit on the January 2026 bill (for December 2025 usage), but would not receive any of the remaining five miscellaneous bill credits in February 2026, March 2026, January 2027, February 2027, and March 2027 for that account.

4. **Satisfaction of Hold Harmless Commitment.**

The payments of the Hold Harmless Credit Amounts described in paragraph 2, above, constitute full and final satisfaction of the Hold Harmless Commitment. As of the date on which the Parties receive the order approving this Agreement, as set forth in paragraph 5, below, and after any applicable appeal period has expired without an appeal having been taken (or if an appeal is taken, the appeal is resolved to the Parties' satisfaction), the Company shall no longer make any adjustments in its rate filings, including but not limited to its ISR Plan and Earnings Report filings, to account for the impact of the elimination of ADIT and the corresponding increase to rate base, provided however that the Company's reconciliation filings for the FY 2025 and FY 2026 ISR Plans and its Earnings Report filings for calendar years 2024 and 2025 will reflect hold harmless adjustments.

5. **Order Approving Agreement.**

Upon execution of this Agreement, the Parties shall cooperate to obtain an order from the Division confirming that the Company's performance under this Agreement fully and finally satisfies the Hold Harmless Commitment from the Division Approval Order. The Parties agree that this Agreement represents a fair, just, and reasonable implementation of the Hold Harmless Commitment and will jointly request that the Division enter an approval order as described herein. As set forth in paragraph 6((e), below, the Parties shall not have any obligations under this Agreement unless and until the Division issues the order contemplated by this paragraph and any applicable appeal period has expired.

6. **Other Provisions.**

a. This Agreement is subject to the acceptance of, and approval by, the Division. The Parties agree to act in good faith and to use their best efforts to obtain the jointly requested approval order from the Division. In all events, counsel for the Parties will represent to

the Division that the Agreement is reasonable, in the public interest, in the best interest of the Company's customers, and in accordance with law and regulatory policy and will clearly and definitively ask the Division to approve the Agreement as such.

b. If the Division issues an order approving this Agreement, as filed or subject to conditions acceptable to the Parties hereto, each of the Parties agrees to waive all rights of appeal and shall not file an application for rehearing with the Division, nor an appeal to the Superior Court with respect to such order.

c. This Agreement is the result of confidential negotiations. The content of those negotiations is privileged, and all offers and discussions relating thereto are and shall be privileged, shall be without prejudice to the position of any Party, and are not to be used in any manner in connection with these or other proceedings involving any one or more of the Parties to this Agreement or otherwise. The agreement by a Party to the terms of this Agreement shall not be construed as an agreement as to any matter of fact or law for any other purpose.

d. All prior discussions and agreements with respect to the subject matter hereof are merged in this Agreement, which alone constitutes the entire agreement between the Parties as to its subject matter. This Agreement may not be amended, modified, or terminated except by a written agreement signed by both Parties, which specifically references this Agreement.


e. In the event that the Division (i) rejects this Agreement in its entirety; (ii) fails to accept this Agreement as filed; or (iii) accepts this Agreement subject to conditions unacceptable to any Party hereto, then this Agreement shall be deemed withdrawn and shall be null and void in all respects, except this paragraph 6(e), and shall not constitute a part of the record in this or any proceeding or be used for any purpose.

f. Any number of counterparts of this Agreement may be executed, and each shall have the same force and effect as an original instrument, and as if all the parties to all the counterparts had signed the same instrument.

----- SIGNATURE PAGE FOLLOWS -----

Respectfully submitted,


THE NARRAGANSETT ELECTRIC
COMPANY d/b/a RHODE ISLAND
ENERGY

By: 
J. Gregory Cornett,
President

RHODE ISLAND DIVISION OF PUBLIC
UTILITIES AND CARRIERS ADVOCACY
SECTION

By: _____
Christy L. Hetherington
Deputy Administrator

PPL CORPORATION

By: 
Andrew W. Elmole
Vice President - Tax

PPL RHODE ISLAND HOLDINGS, LLC

By: 
Andrew W. Elmole
President

June 13, 2025

Respectfully submitted,

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By: _____
Andrew W. Elmore
Vice President - Tax

By: _____
Andrew W. Elmore
President

June 13, 2025

EXHIBIT A

Line No.	(a) = (d) + (e)	(b)	(c)	(d) = (b) + (c)	(e)
1					
Hold Harmless - Rate Case Effective 8/1/2026					
	Total	Transmission	Distribution	Total Electric	Gas
1	\$ 148,707,467	\$ 17,138,658	\$ 54,881,058	\$ 72,019,716	\$ 76,687,751
2	74,353,733	8,569,329	27,440,529	36,009,858	38,343,875
3	80,620,903	9,353,423	29,698,885	39,052,308	41,568,595
4	154,974,636	17,922,752	57,139,414	75,062,166	79,912,470
5	8.43%	9.15%	8.23%	8.45%	8.41%

Note 1: The credit to Electric Distribution customers reflects a component of transmission costs that are billed to local network customers, which includes wholesale customers (see Note 2 below).

Hold Harmless Settlement Proposal
Two annual payments spread equally over January through March

Line No.	Total	Total Credit Allocated to Transmission Only Customers	Transmission Allocated to Distribution Customers	Distribution	Total Credit to Electric Distribution Customers	Total Credit to Gas Distribution Customers
6	Transmission Allocator	0.79455%	99.20545%			
7	January, 2026	(f) = (g) + (i) + (k)	(h) = Line 2(b) / 3 x Line 6	(i) = Line 2(c) / 3	(j) = (h) + (i)	(k) = Line 2(e) / 3
8	February, 2026	\$ 24,784,578	\$ 2,696	\$ 2,833,747	\$ 9,146,843	\$ 11,980,590
9	March, 2026	\$ 24,784,577	\$ 2,696	\$ 2,833,747	\$ 9,146,843	\$ 11,980,590
10	Total 2026 Payments (Ties to Line 2)	\$ 49,569,155	\$ 5,392	\$ 5,667,494	\$ 18,293,686	\$ 23,961,180
11	January, 2027	(l) = (m) + (p) + (q)	(n) = Line 3(b) / 3 x Line 6	(o) = Line 3(c) / 3	(p) = (n) + (o)	(q) = Line 3(e) / 3
12	February, 2027	\$ 26,873,634	\$ 24,773	\$ 3,093,035	\$ 9,899,628	\$ 13,856,198
13	March, 2027	\$ 26,873,635	\$ 24,773	\$ 3,093,035	\$ 9,899,628	\$ 13,856,199
14	Total 2027 Payments (Ties to Line 3)	\$ 53,747,269	\$ 49,546	\$ 6,186,070	\$ 19,799,256	\$ 26,515,397
15	Total Payments (Ties to Line 4)	\$ 103,316,424	\$ 10,338	\$ 11,853,564	\$ 38,092,942	\$ 50,476,577

Note 2 - Transmission Only Customers		
Pascoag	0.59601%	(g) = Line 2(b) / 3 x Line 6
Block Island	0.19855%	(g) = Line 2(b) / 3 x Line 6
Deepwater/Wind	0.00004%	(g) = Line 2(b) / 3 x Line 6
	\$ 17,025	\$ 5,670
	\$ 17,025	\$ 5,670
	\$ 51,075	\$ 17,010
		\$68,088
	\$ 18,582	\$ 6,189
	\$ 18,582	\$ 6,189
	\$ 55,746	\$ 18,567
		\$74,319
	\$ 106,821	\$ 35,577
		\$142,407