Schedule SAB-8 (C)

Payroll Taxes

The Narragansett Electric Company d/b/a Rhode Island Energy
Operating Expenses by Component
Payroll Taxes

		Test Year Ended August 31, 2025			Normalizing Adjustments			Test Year Ended August 31, 2025		
		Total	Electric	Gas	Total	Electric	Gas	Total	Electric	Gas
		(a) = (b) + (c)	(b)	(c)	(d) = (e) + (f)	(e)	(f)	(g) = (h) + (i)	(h) = (b) + (e)	(i) = (c) + (f)
	Provider Company:									
1	Narragansett Electric Company	$8,650,076	$4,441,796	$4,208,279	$398,850	$398,850	$0	$9,048,926	$4,840,647	$4,208,279
2	PPL Services Corporation	$2,166,240	$1,415,171	$751,069	($172,189)	($172,189)	$0	$1,994,051	$1,242,982	$751,069
3	All Other Companies	$61,759	$46,558	$15,201	($5,377)	($5,377)	$0	$56,382	$41,181	$15,201
4	Total	$10,878,075	$5,903,526	$4,974,549	$221,284	$221,284	$0	$11,099,359	$6,124,810	$4,974,549

Column Notes
(b)-(c) Per Company Books

Line Notes
1(e)-(f) Sum of Page 5, Lines 2, 3, 6, and 7
2(e)-(f) Sum of Page 5, Lines 4, 8, and 10
3(e)-(f) Sum of Page 5, Lines 5, 9, and 11

The Narragansett Electric Company d/b/a Rhode Island Energy
Operating Expenses by Component
Payroll Taxes

		Test Year Ended August 31, 2025 (as Adjusted)			Proforma Adjustments			Rate Year 1 Ending July 31, 2027		
		Total	Electric	Gas	Total	Electric	Gas	Total	Electric	Gas
		(a) = (b) + (c)	(b)	(c)	(d) = (e) + (f)	(e)	(f)	(g) = (h) + (i)	(h) = (b) + (e)	(i) = (c) + (f)
	Provider Company:									
1	Narragansett Electric Company	$9,048,926	$4,840,647	$4,208,279	$561,186	$82,372	$478,814	$9,610,112	$4,923,018	$4,687,093
2	PPL Services Corporation	$1,994,051	$1,242,982	$751,069	$146,299	$36,108	$110,191	$2,140,350	$1,279,090	$861,260
3	All Other Companies	$56,382	$41,181	$15,201	$2,458	$487	$1,971	$58,841	$41,668	$17,172
4	Total	$11,099,359	$6,124,810	$4,974,549	$709,944	$118,967	$590,976	$11,809,303	$6,243,777	$5,565,526

Column Notes
(b)-(c) Page 1, Columns (h)-(i)
(e)-(f) Page 5, Lines 19(b) through 21(c)

The Narragansett Electric Company d/b/a Rhode Island Energy
Operating Expenses by Component
Payroll Taxes

Line			Explanation of Adjustments:	Provider Company	Source	Total	Electric	Gas
						(a) = (b) + (c)	(b)	(c)
1	Page 1	Adjustm	Adjustments: (to normalize Historic Year):					
2								
3		Transmis	Transmission Expense	Narragansett Electric Company	Workpaper SAB-1, Line 4(a)	$398,850	398,850	$0
4		Transmis	Transmission Expense	National Grid USA Service Company	Workpaper SAB-1, Line 4(b)	($172,189)	(172,189)	$0
5		Transmis	Transmission Expense	All Other Companies	Workpaper SAB-1, Line 4(c)	($5,377)	(5,377)	$0
6								
7				TOTAL		$221,284	$221,284	$0
8								
9								
10	Page 2		Adjustments: (to reflect conditions in the Rate Year 1)					
11			To increase costs for:					
12								
13			Recalculated Payroll Tax Ex	Narragansett Electric Company	Page 6	$561,186	$82,372	$478,814
14				PPL Services Corporation	Page 6	$146,299	$36,108	$110,191
15				All Other Companies	Page 6	$2,458	$487	$1,971
16								
17				TOTAL		$709,944	$118,967	$590,976
18								

Line Notes

13(b) Page 6, Line 24(a)
13(c) Page 6, Line 24(b)
14(b) Page 6, Line 24(c)
14(c) Page 6, Line 24(d)
15(c) Page 6, Line 24(e)
15(c) Page 6, Line 24(f)
23(b) Page 6, Line 48(a)
23(c) Page 6, Line 48(b)
24(b) Page 6, Line 48(c)
25(b) Page 6, Line 48(e)
25(c) Page 6, Line 48(f)
32(b) Page 6, Line 75(a)
32(c) Page 6, Line 75(b)
33(b) Page 6, Line 75(c)
33(c) Page 6, Line 75(d)
34(b) Page 6, Line 75(e)
34(c) Page 6, Line 75(f)

The Narragansett Electric Company d/b/a Rhode Island Energy
Payroll Taxes
Rate Year Ending July 31, 2027, July 31, 2028, and July 31, 2029

	Description	Total	Electric	Gas
		(a) = (b) + (c)	(b)	(c)
1	Test Year Payroll Tax Expense	$10,878,075	$5,903,526	$4,974,549
2	Transmission Expense	$221,284	$221,284	$0
3		$0	$0	$0
4		$0	$0	$0
5		$0	$0	$0
6	Adjusted Test Year Payroll Tax Expense	$11,099,359	$6,124,810	$4,974,549
7	Rate Year O&M Salaries and Wages - Percentage Change		1.94%	11.88%
8	Payroll Tax Expense Adjustment	$709,944	$118,967	$590,976
9				
10	Recalculated Payroll Tax Expense Adjustment	**$709,944**	**$118,967**	**$590,976**
11	**Rate Year Expense**	**$11,809,303**	**$6,243,777**	**$5,565,526**
12				
13				

14		Narragansett Electric Company - Electric	Narragansett Electric Company - Gas	PPL Services Electric	PPL Services Gas	Other Affiliates - Electric	Other Affiliates - Gas	Total Electric	Total Gas	Percentage Increase / (Decrease) Electric	Percentage Increase / (Decrease) Gas
15	Source	Schedule 12, Page 6	Schedule 12, Page 7	Schedule 12, Page 8	Schedule 12, Page 9	Schedule 12, Page 10	Schedule 12, Page 11				
16		(a)	(b)	(c)	(d)	(e)	(f)	(g) = (a) + (c) + (e)	(h) = (b) + (d) + (f)	(i)	(j)
17	Test Year O&M Wages	$44,921,529	$37,525,695	$19,330,052	$10,000,586	$273,966	$192,245	$64,525,547	$47,718,526		
18	Rate Year O&M Wages	$45,544,708	$43,265,974	$19,964,930	$9,956,935	$269,243	$178,137	$65,778,881	$53,401,045		
19	Difference	$623,178	$5,740,279	$634,879	($43,651)	($4,723)	($14,108)	$1,253,334	$5,682,519	1.94%	11.88%
20											
21	Allocation of Rate Year Payroll Tax Expense	$4,323,135	$4,509,235	$1,895,085	$1,037,725	$25,557	$18,566	$6,243,777	$5,565,526		
22											
23	**Test Year Expense**	$4,240,763	$4,030,421	$1,858,977	$927,534	$25,070	$16,594	**$6,124,810**	**$4,974,549**	**$11,099,359**	
24	**Recalculated Payroll Tax Expense Adjustment**	**$82,372**	**$478,814**	**$36,108**	**$110,191**	**$487**	**$1,971**	**$118,967**	**$590,976**	**$709,944**	
25											
26											

27	Description	Total	Electric	Gas
28		(a) = (b) + (c)	(b)	(c)
29				
30	Rate Year Expense	$11,809,303	$6,243,777	$5,565,526
31	Rate Year 2 O&M Salaries and Wages - Percentage Change		3.28%	3.29%
32	Payroll Tax Expense Adjustment	$387,902	$204,796	$183,106
33				
34	Recalculated Payroll Tax Expense Adjustment	**$387,902**	**$204,796**	**$183,106**
35	**Rate Year**	**$12,197,204**	**$6,448,573**	**$5,748,631**
36				
37				

The Narragansett Electric Company d/b/a Rhode Island Energy
Payroll Taxes - Electric
Rate Year Ending July 31, 2027

	Description	Test Year Payroll Tax Expense	Payroll Tax Expense Breakdown	Test Year Payroll Tax Expense	Rate Year Payroll Tax Expense
	(a)	(b)	(c)	(d)	(e)
1	FICA		94.12%	$5,764,527	$5,876,496
2					
3	FUTA		1.18%	$72,057	$73,456
4					
5	SUTA		4.71%	$288,226	$293,825
6					
7					
8	Total Payroll Tax Expense	$6,124,810	100.00%	$6,124,810	$6,243,777

Column Notes:

(b)	Page 1, Line 4(h)	FICA =	8.00%
(c)	% split	FUTA =	0.10%
(d)	Line 8(b) x Column (c)	SUTA =	0.04%
(e)	Column (c) x Page 6, Line 11(b)		
(f)	Column (c) x Page 6, Line 35(b)		
(g)	Column (c) x Page 6, Line 62(b)		

The Narragansett Electric Company d/b/a Rhode Island Energy
Payroll Taxes - Gas
Rate Year Ending July 31, 2027

	Description	Test Year Payroll Tax Expense	Payroll Tax Expense Breakdown	Test Year Payroll Tax Expense	Rate Year Payroll Tax Expense
	(a)	(b)	(c)	(d)	(e)
1	FICA		94.12%	$4,681,929	$5,238,142
2					
3	FUTA		1.18%	$58,524	$65,477
4					
5	SUTA		4.71%	$234,096	$261,907
6					
7					
8	Total Payroll Tax Expense	$4,974,549	100.00%	$4,974,549	$5,565,526

Column Notes:

(b)	Page 1, Line 4(h)	FICA =	8.00%
(c)	% split	FUTA =	0.10%
(d)	Line 8(b) x Column (c)	SUTA =	0.04%
(e)	Column (c) x Page 6, Line 11(b)		
(f)	Column (c) x Page 6, Line 35(b)		
(g)	Column (c) x Page 6, Line 625(b)		