

**YANKEE GAS SERVICES, DBA EVERSOURCE**  
**INCOME STATEMENT**  
**12 MONTHS ENDED JUNE 30, 2025**  
**(Whole Dollars & Sales MMCF)**

	<u>REVENUES AND INCOME</u>	<u>SALES MMCF</u>	<u>AVERAGE NUMBER of CUSTOMERS</u>
SALES OF GAS:			
RESIDENTIAL SERVICE	307,284,501	16,409	224,642
COMMERCIAL FIRM SERVICE	239,308,070	24,585	27,630
INDUSTRIAL FIRM SERVICE	79,591,445	14,333	1,435
SEASONAL SERVICE	-	-	19
INTERRUPTIBLE SERVICE	9,373,643	3,275	5
SALES FOR RESALE	<u>6,707,801</u>		
TOTAL SALES OF GAS	642,265,460	58,602	253,731
OTHER GAS REVENUES	6,336,524	-	-
TOTAL GAS REVENUES	<u>648,601,984</u>	<u>58,602</u>	<u>253,731</u>
OPERATING EXPENSES:			
OPERATION & MAINTENANCE EXPENSE	371,980,295		
DEPRECIATION EXPENSE	69,723,093		
TAXES OTHER THAN INCOME	78,586,633		
INCOME TAXES	(61,839)		
INCOME TAXES DEFERRED - NET	14,952,308		
INVESTMENT TAX CREDIT	(101,496)		
AMORTIZATION OF REGULATORY ASSETS	(3,418,531)		
DISPOSITION OF UTILITY PLANT	-		
TOTAL OPERATING EXPENSES	<u>531,660,463</u>		
OPERATING INCOME	116,941,521		
OTHER INCOME AND DEDUCTIONS -NET AFUDC	1,019,163		
	<u>-</u>		
TOTAL INCOME	117,960,684		
INTEREST ON LONG-TERM DEBT	49,094,692		
AMORT. DEBT DISC., PREM & EXPENSE	485,439		
OTHER INTEREST EXPENSE	1,917,954		
AFUDC - CREDIT	<u>(4,335,858)</u>		
NET INTEREST CHARGES	<u>47,162,227</u>		
INCOME BEFORE PREFERRED DIVIDENDS	70,798,457		
PREFERRED DIVIDENDS	<u>-</u>		
BALANCE FOR COMMON	<u>70,798,457</u>		

# Exhibit 1(B) Dkt. 76-03-07RE01

**YANKEE GAS SERVICES, DBA EVERSOURCE ENERGY**  
**Rate of Return on Rate Base**  
**June 30, 2025**  
**(Thousands of Dollars)**

	<b>Average *</b>
Total Utility Plant In Service	\$ 3,050,838
Less: Reserve for Depreciation	426,049
<b>Net Utility Plant</b>	<b>2,624,789</b>
<b>Plus:</b>	
Materials & Supplies, ex. fuel	12,043
Fuel Reserve (13 Month Average)	22,422
Working Capital Allowance	4,475
Prepayments	2,142
Regulatory Assets - FAS 109	(72,857)
Regulatory Assets, Net of Tax**	37,295
<b>Less:</b>	
Accumulated Provision for Deferred Income Tax	416,902
Regulatory Liability - FAS 109	(72,857)
Reserves, Net of Tax	18,925
Customer Advances for Construction	-
Customer Deposits	2,385
Rate Base	\$ 2,264,954
Operating Income	\$ 116,944
Rate of Return	5.16%

\* 5 Quarter Average Rate Base

\*\*Includes Deferred Hardship Charges

**YANKEE GAS SERVICES, DBA EVERSOURCE ENERGY**  
**Rate of Return on Common Equity**  
**Cost of Capital Method**  
**June 30, 2025**  
**(Thousands of Dollars)**

	<u>Amount</u>		<u>Capitalization</u>
	<u>5-Q Average</u>		<u>Ratios</u>
			<u>5-Q Average</u>
Short-Term Debt	<b>COD</b> -		0.00%
Long-Term Debt	<b>COD</b> 1,095,290		46.45%
Common Equity	<b>CE</b> 1,262,941		53.55%
Total	<u>2,358,231</u>		<u>100.00%</u>
		<u>Average</u>	
	<u>Embedded</u>	<u>Capitalization</u>	<u>Weighted</u>
	<u>Cost</u>	<u>Ratio</u>	<u>Cost</u>
Short-Term Debt	<b>COD</b> 0.00%	0.00%	0.00%
Long-Term Debt	<b>COD</b> 4.24%	46.45%	1.97%
Weighted Costs			<u>1.97%</u>
Rate of Return on Rate Base			<b>Exh 1(B)</b> 5.16%
Less: Weighted Costs			1.97%
Common Equity Component			3.19%
Percentage of Common Equity to Total Capitalization			<u>53.55%</u>
Return on Common Equity			<u>5.96%</u>

Notes:

(a) Beginning with the 3/31/05 Filing Short-Term Debt will no longer be included in the YGS capitalization.

**YANKEE GAS SERVICES, DBA EVERSOURCE ENERGY**  
**Rate of Return on Common Equity**  
**Authorized Capitalization Cost of Capital Method**  
**June 30, 2025**  
**(Thousands of Dollars)**

		<b>Capitalization Ratios</b>	
		<b><u>5-Q Average</u></b>	
Short-Term Debt	<b>NOTE (a)</b>	0.00%	
Long-Term Debt		46.24%	
Common Equity		<u>53.76%</u>	
Total		<u><u>100.00%</u></u>	
		<b>Average</b>	
		<b><u>Embedded Cost</u></b>	<b><u>Average Capitalization Ratio</u></b>
			<b><u>Weighted Cost</u></b>
Short-Term Debt		0.00%	0.00%
Long-Term Debt		4.24%	46.24%
Weighted Costs			<u>1.96%</u>
Rate of Return on Rate Base			5.16%
Less: Weighted Costs			<u>1.96%</u>
Common Equity Component			<u>3.20%</u>
Percentage of Common Equity to Total Capitalization			53.76%
Return on Common Equity			<u><u>5.95%</u></u>

Notes:

(a) Beginning with the 3/31/05 Filing Short-Term Debt will no longer be included in the YGS capitalization.

**YANKEE GAS SERVICES, DBA EVERSOURCE ENERGY**  
**Return on Equity as Calculated and Allowed**  
**June 30, 2025**

<u>Month</u>	<u>Allowed Return on Equity</u>	<u>Calculated Return on Equity</u>	
June 2024	(a) 9.30%	7.70%	} Prior Quarter
September 2024	(a) 9.30%	7.54%	
December 2024	(a) 9.30%	6.87%	
March 2025	(a) 9.30%	6.46%	
June 2025	(a) 9.30%	5.96%	Exh 1(C)

Notes:

- (a) Per the Final Decision to the YGS Rate Case Docket No. 18-05-10 established an earnings sharing mechanism for calendar year 2019 and calendar years thereafter until the Company's next Rate Case such that Yankee Gas Services Company and its customers will share equally 50%-50% any earnings above an actual return on equity that exceeds 9.30% in the calendar year 12-month period.
- (b) Due to Yankee Gas implementing decoupling as a result of Docket No 18-05-10, the Company has removed the weather normalization adjustment from Exhibit 1(D).
- (c) Yankee Gas no longer has ILEP customers, and therefore, there are no more adjustments to the calculated ROE.