

# 2020 Annual True-up Meeting

## PRESENTED BY

Randy Karls, Director - Customer Relations & Interconnection Services  
Tiffany Figliuzzi – Financial Reporting Consultant

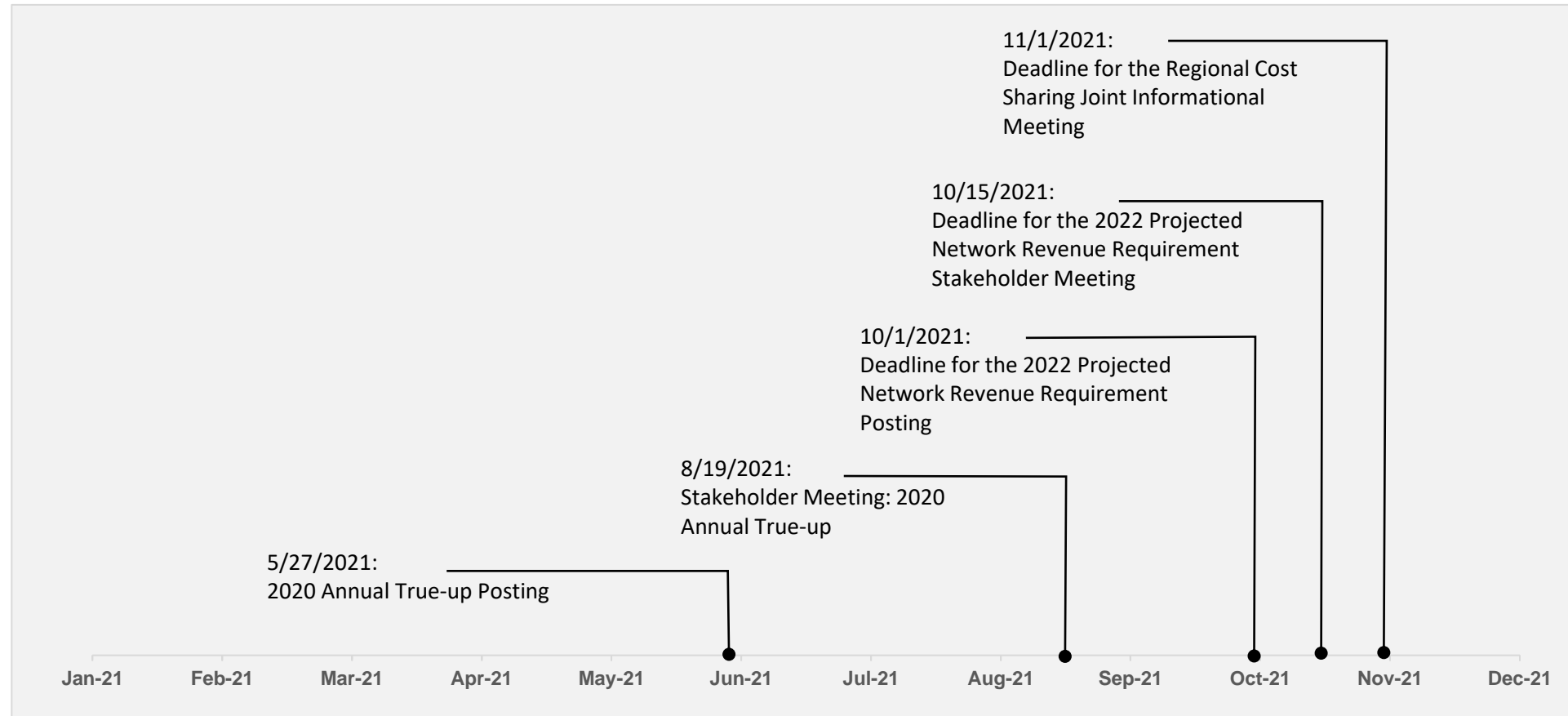
August 19, 2021



# Welcome & Overview

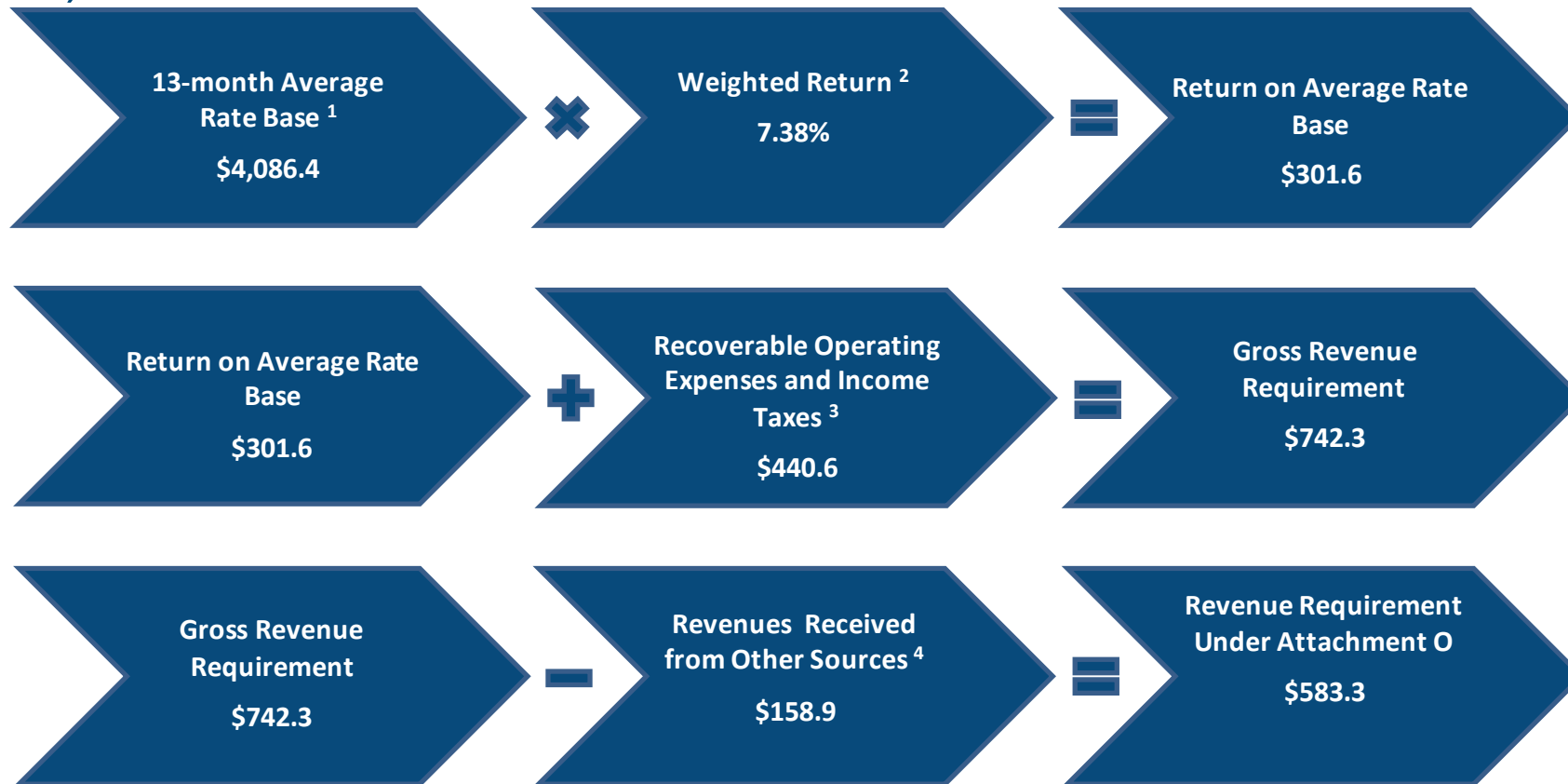
- Introductions – Randy Karls
- 2020 Attachment O and True-up – Tiffany Figliuzzi
- Q&A
- Summary & Close – Randy Karls

# Rate Protocols Timeline



# 2020 Actual Network Revenue Requirement

(in millions)



<sup>1</sup> Includes eligible CWIP and new assets placed in-service

<sup>2</sup> Comprised of 50% Weighted Cost of Debt and 50% Allowed Return on Equity (ROE)

<sup>3</sup> Includes O&M, precertification, depreciation and taxes collected in rates on behalf of taxable owners

<sup>4</sup> Includes revenues collected under MISO Schedule 26 (RECB), Schedule 26-A (MVP), Schedule 1 and other credits such as Point-to-Point revenues and other operating revenues

# 2020 Network Revenue Requirement

## Actual vs. Projected

(in thousands)

	[A] 2020 Actual	[B] 2020 Projected	[C] True-up
[1] Average Rate Base	\$ 4,086,432	\$ 4,090,099	
[2] Weighted Rate of Return	7.38%	7.40%	
[3] Return on Average Rate Base	301,623	302,713	1,090
[4] Provision for Members' Income Taxes	70,576	72,627	2,051
[5] Total Return and Members' Income Taxes	372,199	375,340	3,141
[6] Recoverable Operating Expenses			
[7] Operations & Maintenance <sup>(a)</sup>	146,685	150,462	3,777
[8] Depreciation and Amortization	193,959	195,614	1,655
[9] Taxes Other Than Income	29,416	28,947	(469)
[10] Total Recoverable Operating Expenses	370,060	375,023	4,963
[11] Total Revenue Requirement	742,259	750,363	8,104
[12] Amounts Collected from Other Sources			
[13] Regional Cost-sharing (includes Multi-value Projects)	(135,028)	(137,406)	(2,378)
[14] Scheduling	(13,617)	(14,712)	(1,095)
[15] Point-to-Point	(8,361)	(8,400)	(39)
[16] Other	(1,938)	(1,600)	338
[17] Total Amounts Collected from Other Sources	(158,944)	(162,118)	(3,174)
[18] Network Revenue	\$ 583,315	\$ 588,245	\$ 4,930
[19] MISO write-off of PJM amounts from prior years			(14)
[20] Network true-up to be included in 2022 rates			\$ 4,916

(a) Includes Preliminary Survey and Investigation, Project O&M, and non-Project O&M expenses

# Historical Network True-Ups

(in millions)

		[A]	[B]	[C]	[D]	[E]
		<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
[1]	Actual	\$567.8	\$573.5	\$542.0	\$566.5	\$583.3
[2]	True-up <sup>(a)</sup>	(\$7.4)	\$2.1	(\$9.9)	\$0.7	(\$4.9)
[3]	<b>True-up / Actual</b>	<b>-1.3%</b>	<b>0.4%</b>	<b>-1.8%</b>	<b>0.1%</b>	<b>-0.8%</b>

<sup>(a)</sup> (Negatives) represent a revenue over-collection / positives represent a revenue under-collection

# Questions



Please direct future inquiries to [atcrates@atcllc.com](mailto:atcrates@atcllc.com)

