

2021 Annual True-up Meeting

PRESENTED BY

Trevor Stiles, Director - Customer Engagement & Interconnection Solutions
and Associate General Counsel
Tiffany Figliuzzi – Consultant Financial Reporting Specialist

June 30, 2022



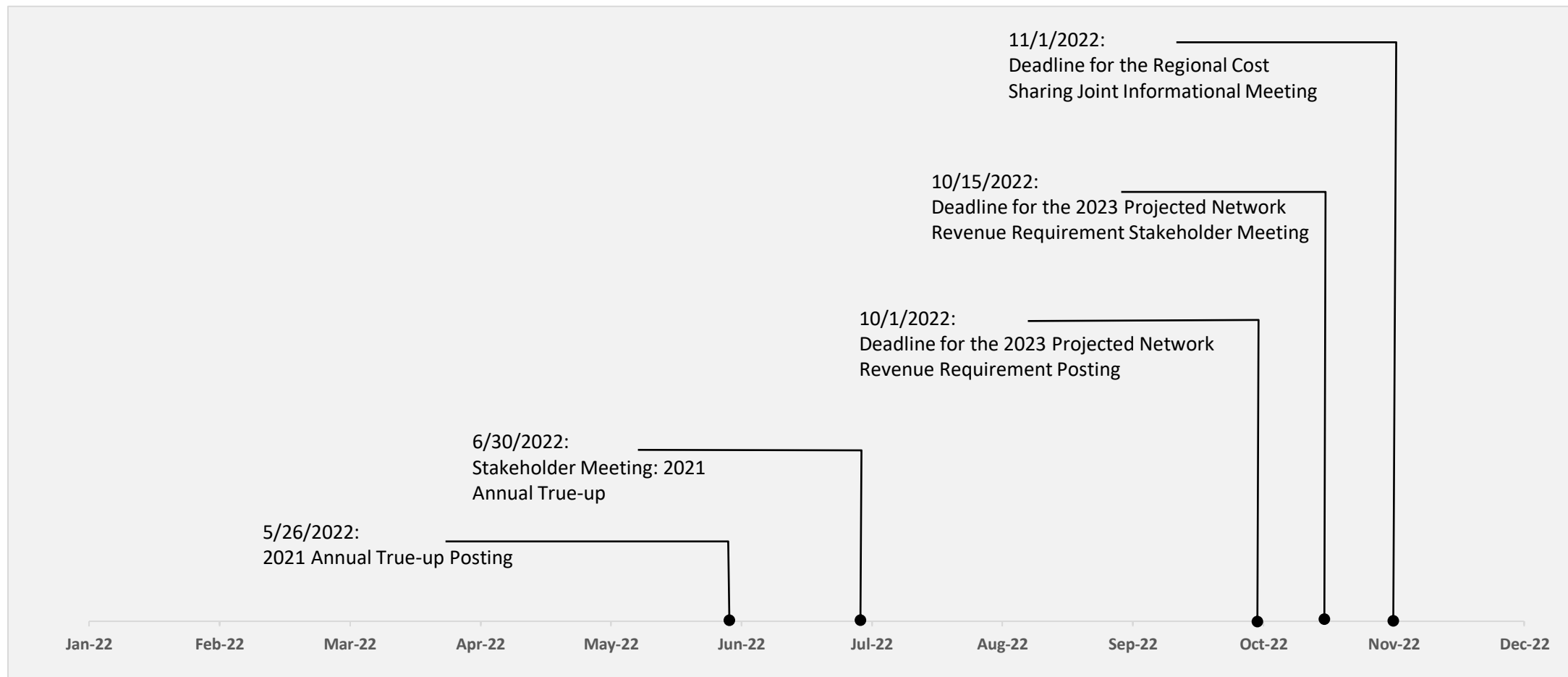
OUR VISION

Connecting you with
a sustainable energy future

Welcome & Overview

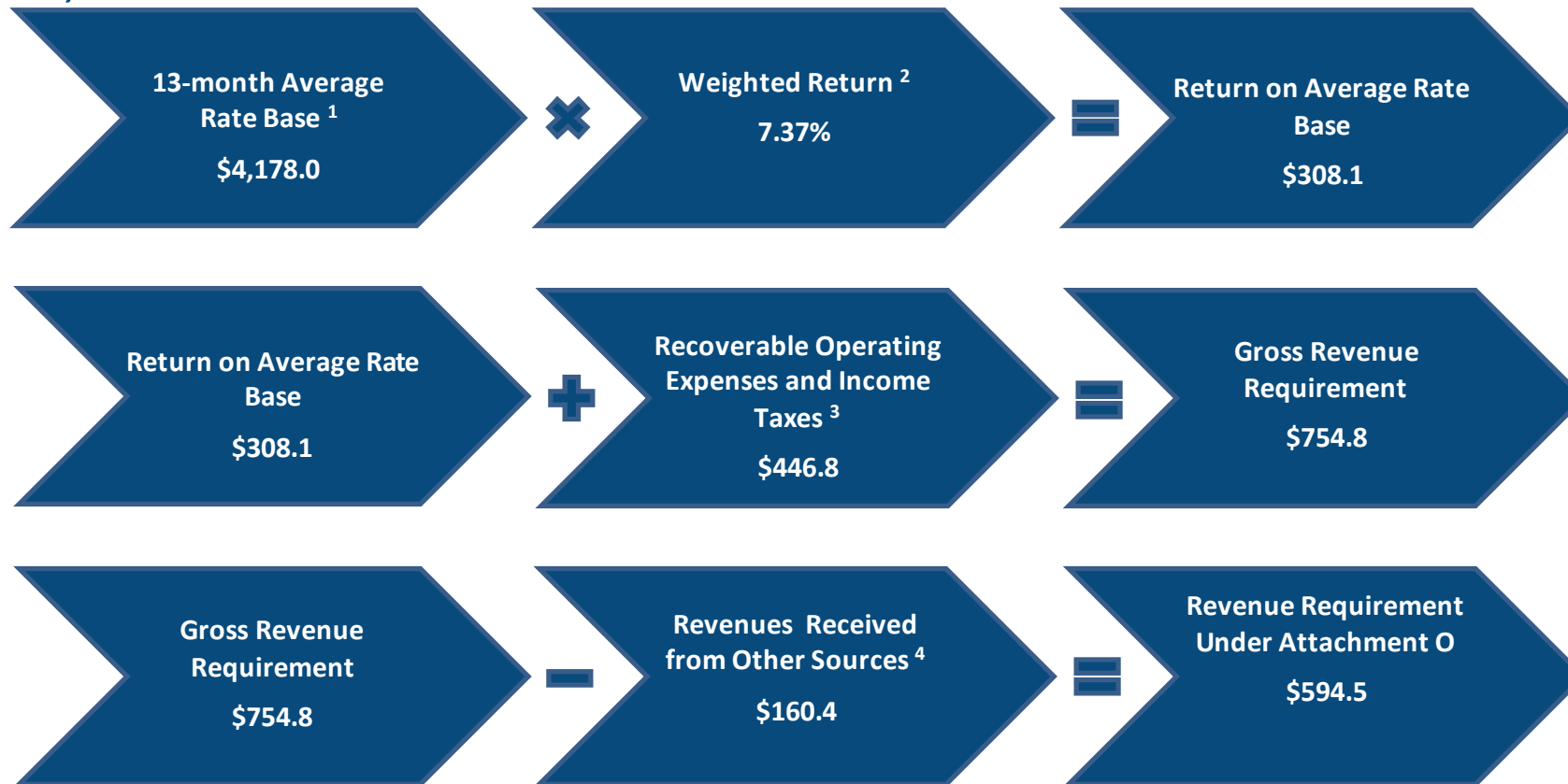
- Introductions – Trevor Stiles
- 2021 Attachment O and True-up – Tiffany Figliuzzi
- Q&A
- Summary & Close – Trevor Stiles

Rate Protocols Timeline



2021 Actual Network Revenue Requirement

(in millions)



¹ Includes eligible CWIP and new assets placed in-service

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

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

⁴ Includes revenues collected under MISO Schedule 26 (RECB), Schedule 26-A (MVP), Schedule 1 and other credits such as Point-to-Point revenues (Sch. 7 & 8), Schedule 50 and other operating revenues

2021 Network Revenue Requirement

Actual vs. Projected

(in thousands)

	[A] 2021 Actual	[B] 2021 Projected	[C] True-up
[1] Average Rate Base	\$ 4,178,038	\$ 4,157,459	
[2] Weighted Rate of Return	7.37%	7.36%	
[3] Return on Average Rate Base	308,074	305,822	(2,252)
[4] Provision for Members' Income Taxes	71,705	70,056	(1,649)
[5] Total Return and Members' Income Taxes	379,779	375,878	(3,901)
[6] Recoverable Operating Expenses			
[7] Operations & Maintenance ^(a)	147,677	149,456	1,779
[8] Depreciation and Amortization	196,670	203,457	6,787
[9] Taxes Other Than Income	30,712	31,378	666
[10] Total Recoverable Operating Expenses	375,059	384,291	9,232
[11] Total Revenue Requirement	754,838	760,169	5,331
[12] Amounts Collected from Other Sources			
[13] Regional Cost-sharing (includes Multi-value Projects)	(134,142)	(134,481)	(339)
[14] Scheduling	(13,603)	(15,002)	(1,399)
[15] Point-to-Point	(10,572)	(8,400)	2,172
[16] Other	(2,057)	(1,600)	457
[17] Total Amounts Collected from Other Sources	(160,374)	(159,483)	891
[18] Network Revenue	\$ 594,464	\$ 600,686	\$ 6,222

(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>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
[1] Actual	\$573.5	\$542.0	\$566.5	\$583.3	\$594.5
[2] True-up ^(a)	\$2.1	(\$9.9)	\$0.7	(\$4.9)	(\$6.2)
[3] True-up / Actual	0.4%	-1.8%	0.1%	-0.8%	-1.0%

^(a) (Negatives) represent a revenue over-collection / positives represent a revenue under-collection

Questions



Please direct future inquiries to atcrates@atcllc.com

