

2022 Annual Revenue True-up Meeting

PRESENTED BY:

Trevor Stiles

Director Customer Engagement & Associate General Counsel

Tiffany Figliuzzi

Consultant Financial Reporting Specialist

June 26, 2023

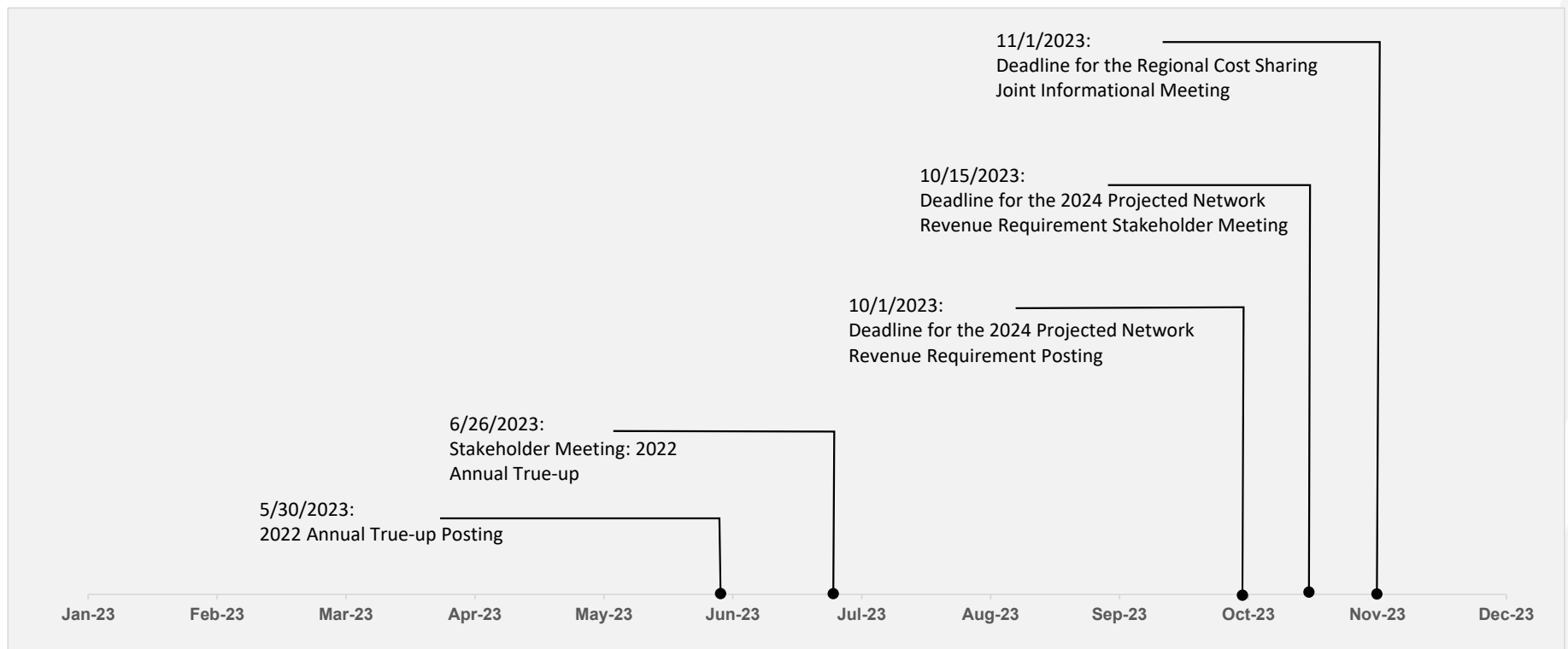
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Welcome & Overview

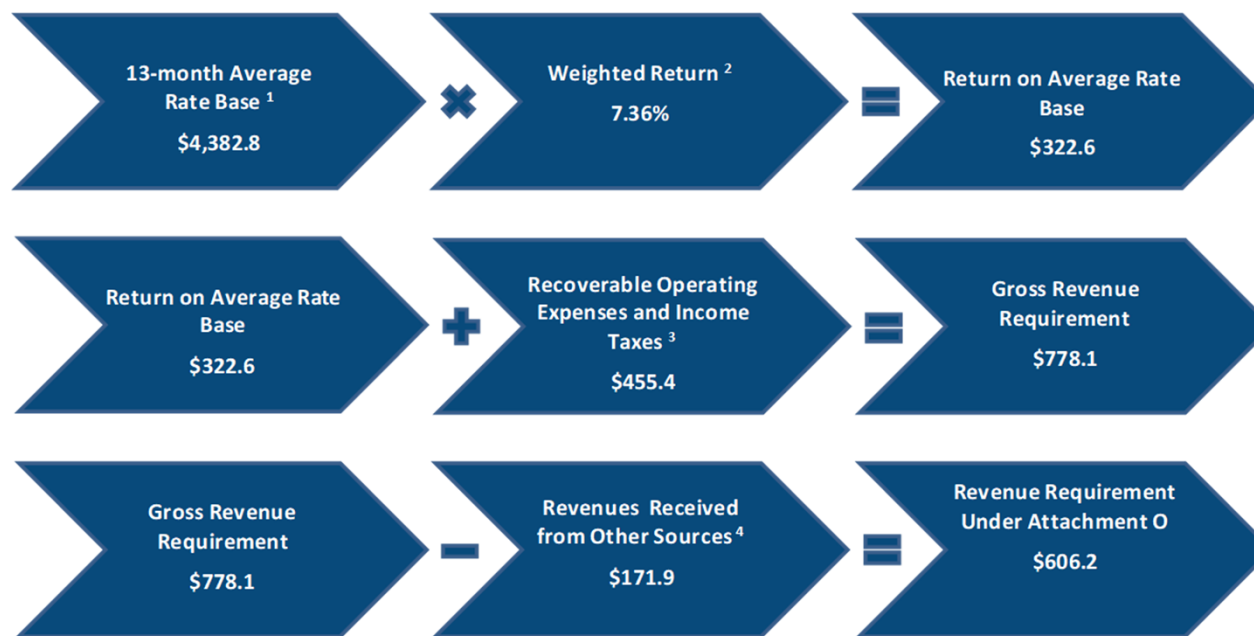
- Introductions – Trevor Stiles
- 2022 Attachment O and True-up – Tiffany Figliuzzi
- Q&A
- Summary & Close – Trevor Stiles

Rate Protocols Timeline



2022 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

2022 Network Revenue Requirement

Actual vs. Projected

(in thousands)

	[A] 2022 Actual	[B] 2022 Projected	[C] True-up
[1] Average Rate Base	\$ 4,382,818	\$ 4,413,611	
[2] Weighted Rate of Return	7.36%	7.25%	
[3] Return on Average Rate Base	322,637	320,043	(2,594)
[4] Provision for Members' Income Taxes	75,283	69,945	(5,338)
[5] Total Return and Members' Income Taxes	397,920	389,988	(7,932)
[6] Recoverable Operating Expenses			
[7] Operations & Maintenance ^(a)	147,111	146,711	(400)
[8] Depreciation and Amortization	201,853	204,655	2,802
[9] Taxes Other Than Income	31,185	30,835	(350)
[10] Total Recoverable Operating Expenses	380,149	382,201	2,052
[11] Total Revenue Requirement	778,069	772,189	(5,880)
[12] Amounts Collected from Other Sources			
[13] Regional Cost-sharing (includes Multi-value Projects)	(142,253)	(138,937)	3,316
[14] Scheduling	(14,503)	(14,320)	183
[15] Point-to-Point	(12,714)	(8,400)	4,314
[16] Other	(2,416)	(1,600)	816
[17] Total Amounts Collected from Other Sources	(171,886)	(163,257)	8,629
[18] Network Revenue	\$ 606,183	\$ 608,932	\$ 2,749

(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>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
[1] Actual	\$542.0	\$566.5	\$583.3	\$594.5	\$606.2
[2] True-up ^(a)	(\$9.9)	\$0.7	(\$4.9)	(\$6.2)	(\$2.7)
[3] True-up / Actual	-1.8%	0.1%	-0.8%	-1.0%	-0.4%

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



Q&A

Please direct future inquiries to atcrates@atcllc.com

