

2023 Annual Revenue True-up Meeting

PRESENTED BY:

Trevor Stiles

Director Customer & Corporate Affairs

Tiffany Figliuzzi

Consultant Financial Reporting Specialist

June 20, 2024

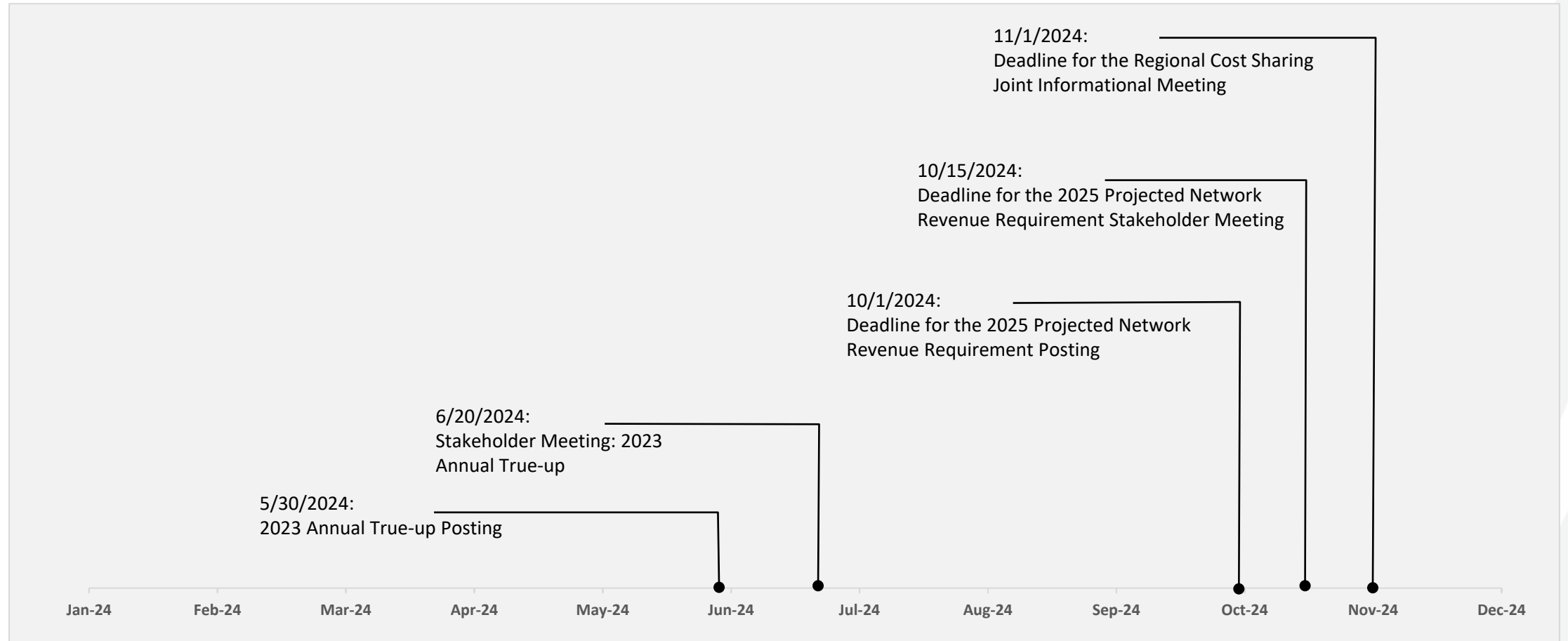
- ATC Proprietary -

atcllc.com

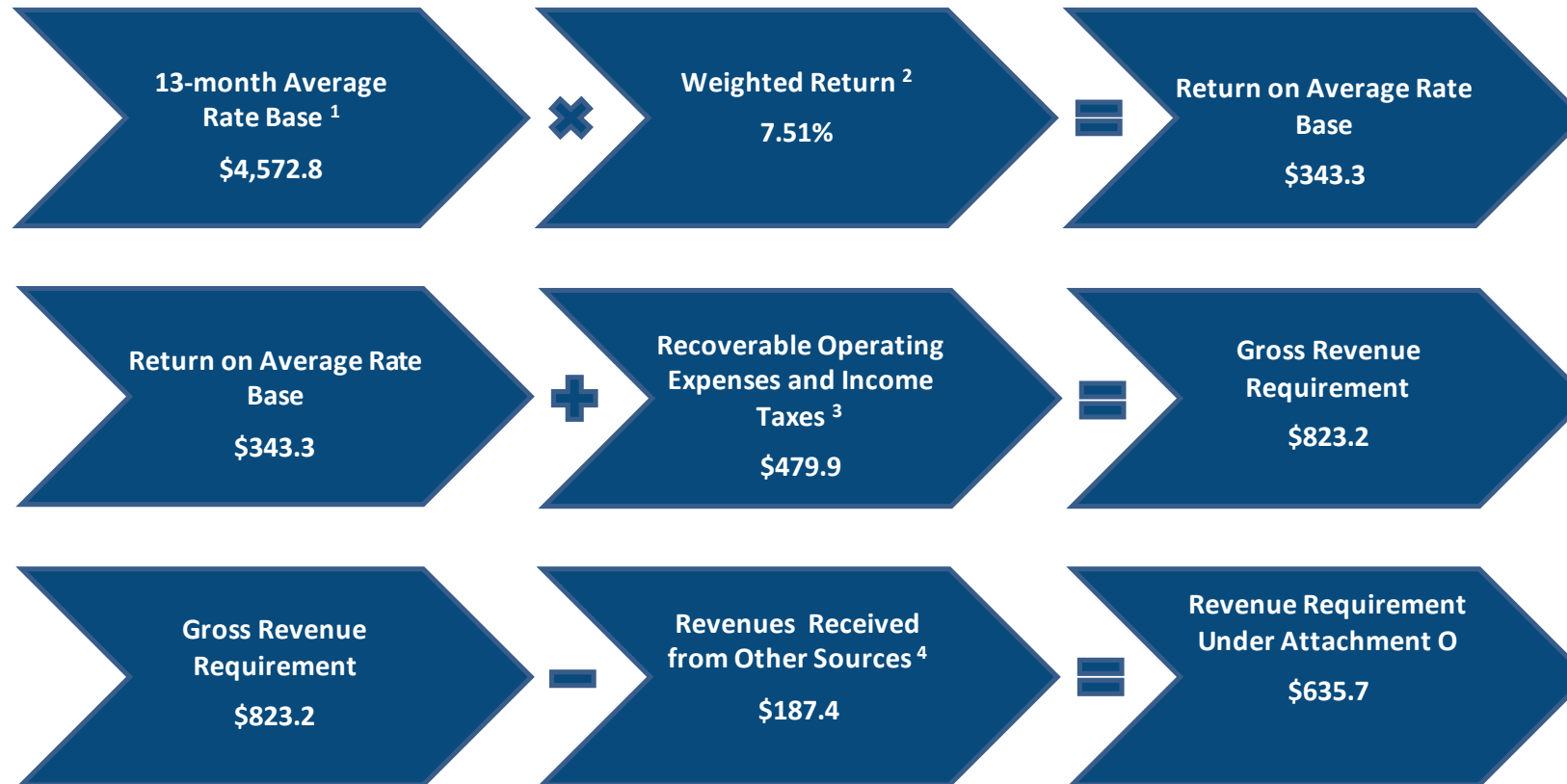
Welcome & Overview

- Introductions – Trevor Stiles
- 2023 Attachment O and True-up – Tiffany Figliuzzi
- Q&A
- Summary & Close – Trevor Stiles

Rate Protocols Timeline



2023 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

2023 Network Revenue Requirement

Actual vs. Projected

(in thousands)

	[A] 2023 Actual	[B] 2023 Projected	[C] True-up
[1] Average Rate Base	\$ 4,572,779	\$ 4,630,451	
[2] Weighted Rate of Return	7.51%	7.44%	
[3] Return on Average Rate Base	343,262	344,728	1,466
[4] Provision for Members' Income Taxes	74,090	72,275	(1,815)
[5] Total Return and Members' Income Taxes	417,352	417,003	(349)
[6] Recoverable Operating Expenses			
[7] Operations & Maintenance ^(a)	166,426	154,033	(12,393)
[8] Depreciation and Amortization	207,978	212,770	4,792
[9] Taxes Other Than Income	31,400	32,178	778
[10] Total Recoverable Operating Expenses	405,804	398,981	(6,823)
[11] Total Revenue Requirement	823,156	815,984	(7,172)
[12] Amounts Collected from Other Sources			
[13] Regional Cost-sharing (includes Multi-value Projects)	(157,847)	(151,183)	6,664
[14] Scheduling	(16,030)	(14,205)	1,825
[15] Point-to-Point	(11,299)	(9,000)	2,299
[16] Other	(2,260)	(1,600)	660
[17] Total Amounts Collected from Other Sources	(187,436)	(175,988)	11,448
[18] Network Revenue	\$ 635,720	\$ 639,996	\$ 4,276

(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>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
[1]	Actual	\$566.5	\$583.3	\$594.5	\$606.2	\$635.7
[2]	True-up ^(a)	\$0.7	(\$4.9)	(\$6.2)	(\$2.7)	(\$4.3)
[3]	True-up / Actual	0.1%	-0.8%	-1.0%	-0.4%	-0.7%

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



Please direct future inquiries to atcrates@atcllc.com

