# Amended 2023 and 2024 True Up Transmission Revenue Requirement (TO2025 and TO2026) Description of Schedule Impacts

## 2023 True Up TRR (TO2025)

The following elements of the $24.9 million increase in the 2023 True Up TRR were directly impacted by the revisions. The changes are discussed below:

Schedule 4-TUTRR, Line 1 – ISO Transmission Plant: The $0.000001 million increase in ISO Transmission Plant results from the increase in plant as shown on Schedule 6.

Schedule 4-TUTRR, Line 2 – General + Elec. Misc. Intangible Plant: The $11.2 million increase in General and Electric Miscellaneous Intangible Plant results from the change in the labor allocator due to the increase in O&M expenses.

Schedule 4-TUTRR, Lines 5-8 – Working Capital Amounts: The $4.0 million increase in Working Capital results from the increases in O&M and A&G expenses as shown on Schedules 19 and 20, which also cause the increase in the labor allocator.

Schedule 4-TUTRR, Lines 11-12 – Accumulated Depreciation Reserve Amounts: The $4.2 million increase (larger negative) in Accumulated Depreciation Reserve results from the change in the labor allocator.

Schedule 4-TUTRR, Line 13 – Accumulated Deferred Income Taxes: The $0.428 million increase in Accumulated Deferred Income Taxes results from the change in the deferred income taxes as shown on Schedule 9-ADIT.

Schedule 4-TUTRR, Line 16 – Unfunded Reserves: The $1.8 million increase (larger negative) results from the change in the labor allocator.

Schedule 4-TUTRR, Line 18 – Rate Base: The $9.6 million increase in rate base was caused by the changes described above.

Schedule 4-TUTRR, Line 20 – Return on Capital: The $0.685 million increase in return is due to the increase in rate base.

Schedule 4-TUTRR, Line 21 – Income Taxes: The $0.192 million increase in Income Taxes is related to the change in Return on Capital discussed above.

Schedule 4-TUTRR, Line 27 – O&M Expense: The $19.3 million increase in O&M expense is driven by corrections to Schedule 19-O&M.

Schedule 4-TUTRR, Line 28 – A&G Expense: The $3.0 million increase in A&G Expenses is driven by the change in the labor allocator.

Schedule 4-TUTRR, Line 30 – Depreciation Expense: The $1.2 million increase in Depreciation Expenses is driven by the change in the labor allocator.

Schedule 4-TUTRR, Line 32 – Other Taxes: The $0.225 million increase in Other Taxes is driven by the change in the labor allocator.

Schedule 4-TUTRR, Line 34 – Return on Capital: The $0.685 million increase in Return on Capital is driven by the increase in rate base.

Schedule 4-TUTRR, Line 35 – Income Taxes: The $0.192 million increase is driven by the increase in rate base.

Schedule 4-TUTRR, Lines 41-46 – True Up TRR: The $24.9 million increase in the 2023 True Up TRR is a result of the items discussed above, plus $0.231 million increase in Franchise Fee expense as shown on Line 43 of Schedule 4.

**2024 True Up TRR (TO2026)**

The elements of the $37.1 million increase in the 2020 True Up TRR are shown on Schedule 4 of Attachment 1. The following Schedules were directly impacted by the revisions. The changes are discussed below:

Schedule 4-TUTRR, Line 1 – ISO Transmission Plant: The $0.000001 million decrease in ISO Transmission Plant results from the decrease in plant as shown on Schedule 6.

Schedule 4-TUTRR, Line 2 – General + Elec. Misc. Intangible Plant: The $12.8 million increase in General and Electric Miscellaneous Intangible Plant results from the change in general plant as shown on Schedule 6, as well as the change in the labor allocator due to the increase in O&M expense.

Schedule 4-TUTRR, Lines 5-8 – Working Capital Amounts: The $5.5 million increase in Working Capital results from the increases in O&M and A&G expenses as shown on Schedules 19 and 20, which also cause the increase in the labor allocator.

Schedule 4-TUTRR, Lines 11-12 – Accumulated Depreciation Reserve Amounts: The $5.1 million increase (larger negative) in Accumulated Depreciation Reserve results from the changes in the general depreciation reserve due to the TO2026 Protest Plant Adjustments, as well as the change in the labor allocator due to the increase in O&M expenses.

Schedule 4-TUTRR, Line 13 – Accumulated Deferred Income Taxes: The $0.379 million increase in Accumulated Deferred Income Taxes results from the change in the deferred income taxes as shown on Schedule 9-ADIT.

Schedule 4-TUTRR, Line 16 – Unfunded Reserves: The $1.4 million increase (larger negative) results from the change in the labor allocator.

Schedule 4-TUTRR, Line 18 – Rate Base: The $12.3 million increase in rate base was caused by the changes described above.

Schedule 4-TUTRR, Line 20 – Return on Capital: The $0.905 million increase in return is due to the increase in rate base.

Schedule 4-TUTRR, Line 21 – Income Taxes: The $0.248 million increase in Income Taxes is related to the change in Return on Capital discussed above.

Schedule 4-TUTRR, Line 27 – O&M Expense: The $31.0 million increase in O&M expense is driven by corrections to Schedule 19-O&M.

Schedule 4-TUTRR, Line 28 – A&G Expense: The $2.8 million increase in A&G Expenses is driven by the corrections to Schedule 20-A&G.

Schedule 4-TUTRR, Line 30 – Depreciation Expense: The $1.5 million increase in Depreciation Expenses is driven by the changes to general plant depreciation expense due to the TO2026 Protest Plant Adjustments, as well as the change in the labor allocator.

Schedule 4-TUTRR, Line 32 – Other Taxes: The $0.262 million increase in Other Taxes is driven by the change in the labor allocator.

Schedule 4-TUTRR, Lines 41-46 – True Up TRR: The $37.1 million increase in the 2024 True Up TRR is a result of the items discussed above, plus $0.344 million increase in Franchise Fee expense as shown on Lines 43 of Schedule 4.