



# **METC**

**2010 Projected Attachment O Rate Update  
Posted on Dec. 1, 2009**



# 2010 Attachment O Revenue Requirement Update



- On December 1, 2009 METC reposted its 2010 Attachment O Revenue Requirement template based on the Commission's approval of a recent filing:
  - ◆ Midwest ISO Energy Market Tariff Attachment GG template modifications (*ER09-1657*)
- The effect of the filing results in a slight increase to the 2010 rate from \$2.411 per kW-month to \$2.427 per kW-month

# Updated Attachment GG



- Attachment GG and Schedule 26 provide for the collection of transmission revenue on RECB cost-shared projects. The Attachment GG revenue requirement is an offset to Attachment O net Annual Transmission Revenue Requirement (ATRR)
- On October 19, 2009 the Commission approved the requested Attachment GG template modification (ER09-1657). The modifications include:
  - ◆ The inclusion of depreciation on a project-by-project basis when calculating net transmission plant
  - ◆ The allocation of O&M expenses based on current year O&M and gross plant
  - ◆ Return based on net investment
- METC has also updated Attachment GG project capital costs
- The net impact of the Attachment GG modifications is a \$1.23 million reduction in the Attachment GG revenue requirement which results in a corresponding increase of \$1.23 million in the Attachment O ATRR

# Reposting Summary



- The Attachment O Rate reposting incorporates the Attachment GG template modifications
- The result:
  - ◆ \$1.23 million increase in 2010 revenue requirement from \$183.22 million to \$184.45 million.
  - ◆ \$0.016 increase in the transmission unit charge rate from \$2.411/kW-month to \$2.427/kW-month<sup>1</sup>.

1. METC has filed for a depreciation rate change (Docket # ER10-185). We expect the Commission to issue an order in late December and will repost the Attachment O rate upon receiving approval.

# Questions



- If there are any questions regarding the 2010 Attachment O rate reposting, please submit them in writing to:

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Chuck Marshall ([cmarshall@itctransco.com](mailto:cmarshall@itctransco.com)) (248-946-3276).

- All questions and corresponding answers will be distributed by email to the person who asked and posted on the OASIS website and the Partners in Business website at:
  - ◆ <http://oasis.midwestiso.org/oasis/METC>
  - ◆ <http://www.itctransco.com/servingourcustomers/partnersinbusiness/michigan.html>