

**BEFORE THE MISSOURI PUBLIC SERVICE COMMISSION**

In the Matter of the Joint Application	)	
of Entergy Arkansas, Inc., Mid South	)	
TransCo LLC, Transmission Company	)	
Arkansas, LLC and ITC Midsouth LLC	)	File No. EO-2013-0396
for Approval of Transfer of Assets and	)	
Certificate of Convenience and Necessity,	)	
and Merger and, in connection therewith,	)	
Certain Other Related Transactions	)	

Exhibit THW-1

Attachment O Formula Rate Timeline

## ATTACHMENT O FORMULA RATE TIMELINE

### September

By September 1, each ITC operating subsidiary posts the Projected Formula Rate templates on each operating subsidiary's portion of MISO's OASIS site. Work papers for the Projected Rate cost inputs are sent to MISO. The review process for this material is described in the next section.

Stakeholders and retail jurisdiction regulators are notified via email when the Projected Formula Rates are posted on OASIS and provided the link to the MISO website.

Meeting notices for a Fall Partners in Business (PIB) customer meeting are sent out multiple times to all stakeholders and retail jurisdiction regulators. This meeting must be held by October 30.

In addition, ITC contacts the applicable retail jurisdiction regulatory staff for each ITC operating subsidiary to 1) identify any questions regulators may have; and 2) offer to meet to explain the Projected Formula Rate. ITC is willing to meet, as needed, with any regulator, stakeholder or interested party to discuss the calculation of the Projected Formula Rate.

### September – November – MISO/ITC review process

ITC/MISO Attachment O template and cost input review process:

- MISO has three weeks after receipt of the Formula Rate template and associated work papers from the ITC operating subsidiary to ask any questions.
- ITC has 3 weeks to answer any MISO-submitted questions.
- MISO then has an additional two weeks for any follow-up questions.
- ITC has 2 weeks to answer any of MISO's follow-up questions.
- If MISO finds an error in the template, ITC must correct the error and repost the rate by December 1.

### October

The Fall Partners in Business customer meetings are held by October 30. As part of these meetings, the relevant ITC operating subsidiary gives a presentation on the Projected Formula Rate that describes the derivation of the cost inputs to the Formula Rate, the capital project additions, and the calculation of the Projected Formula Rate. Other presentations at the PIB meeting address matters that can affect the Projected Formula Rate, including load forecasts, economic factors and future project needs. A specific ITC employee will be identified to whom all questions regarding the Projected Formula Rate

are to be sent. Questions submitted and the associated answers are provided directly to the requestor, are sent out to via email to each person who attended the meeting, and are posted on OASIS within 21 days of receipt.

The PIB meetings also include an update of relevant regulatory decisions and other business topics. The Fall PIB presentations are posted on OASIS concurrent with the meeting.

#### **December**

Updates occasionally are necessitated by changes in the templates, errors found during the review process described above, or other revisions needed to make the projected rates as accurate as possible. If needed, updates to the Projected Formula Rate for the upcoming year are posted on OASIS by December 1.

If an update is posted on OASIS, stakeholders and retail jurisdiction regulators are emailed with notification of the updated rates and an explanation of what has changed and why.

#### **January**

The new Projected Formula Rates take effect on January 1.

#### **April**

FERC Form 1s are filed for all ITC operating subsidiaries.

#### **June**

The ITC operating subsidiaries post the Previous Year's Formula Rate True-Up Adjustment and its related calculations on OASIS by June 1. Work papers with actual project cost information are sent to MISO for review.

Retail jurisdiction regulators and stakeholders are notified via email when the True-Up Adjustment is posted on OASIS.

Presentations for each of the ITC operating subsidiaries are posted on each operating subsidiary's portion of the MISO OASIS site that include information on actual in-service projects, detailed actual cost and load information, and explanation of any significant variances between actual and projected values in the formula rate.

ITC contacts the applicable retail jurisdiction regulatory staff for each ITC operating subsidiary to 1) identify any questions regulators may have; and 2) offer to meet to explain

the True-Up Adjustment, where variances can be explained and capital projects discussed.

ITC is willing to meet, as needed, with customers and other interested parties to discuss the calculation of the True-Up Adjustment.

<b>Ongoing</b>
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Rates and work papers are available to retail jurisdiction regulators and other interested parties upon request.

The ITC operating subsidiaries will answer written questions from MISO, retail jurisdiction regulators and any interested party at any time during the year. All questions and the associated answers are provided directly to the requestor, are sent out via email to each person who attended the previous Fall's PIB Meeting and are posted on the OASIS website within 21 days of receipt.