

## **6.12.5.2.1      Formula Rate Template**

Application Attachment 1

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Rate Formula Template  
Utilizing FERC Form 1 Data

Projected Annual Transmission Revenue Requirement  
For the 12 months ended 5/31/21

HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE

Appendix A	Main body of the Formula Rate
Attachment 1	Detail of the Revenue Credits
Attachment 2	Monthly Plant and Accumulated Depreciation balances
Attachment 3	Cost Support Detail
Attachment 4	Calculations showing the revenue requirement by Investment, including any Incentives,
Attachment 5	Cost of Debt should Construction Financing be Obtained
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Attachment 7	True-Up calculations
Attachment 8	Depreciation Rates
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NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

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Formula Rate - Non-Levelized		Rate Formula Template Utilizing FERC Form 1 Data		Projected Annual Transmission Revenue Requirement For the 12 months ended 5/31/21	
		HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE			
		(1)		(2)	(3)
Line No.				12 months	Allocated Amount
1	GROSS REVENUE REQUIREMENT (line 74)				
	REVENUE CREDITS		Total	Allocator	
2	Total Revenue Credits Attachment 1, line 6	-	TP		-
3	Net Revenue Requirement (line 1 minus line 2)				-
4	True-up Adjustment Attachment 7	-	DA		-
5	NET ADJUSTED REVENUE REQUIREMENT (line 3 plus line 4)				\$ -

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Formula Rate - Non-Levelized		Rate Formula Template Utilizing FERC Form 1 Data		For the 12 months ended 5/31/21	
		HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE			
		(1)	(2)	(3)	(4)
Line No.		Form No. 1 Page, Line, Col.	Company Total	Allocator	Transmission (Col 3 times Col 4)
	<b>RATE BASE:</b>				
6	GROSS PLANT IN SERVICE (Note M)				
	Production (Attach 2, line 75)	-	NA	-	-
7	Transmission (Attach 2, line 15)	-	TP	1.0000	-
8	Distribution (Attach 2, line 30)	-	NA	-	-
9	General & Intangible (Attach 2, lines 45 & 60)	-	W/S	-	-
10	TOTAL GROSS PLANT (sum lines 6-9) (GP=1 if plant =0)	-	GP=	-	-
11	ACCUMULATED DEPRECIATION & AMORTIZATION (Note M)				
12	Production (Attach 2, line 151)	-	NA	-	-
13	Transmission (Attach 2, line 91)	-	NA	-	-
14	Distribution (Attach 2, line 106)	-	NA	-	-
15	General & Intangible (Attach 2, lines 121 & 136)	-	NA	-	-
16	TOTAL ACCUM. DEPRECIATION (sum lines 12-15)	-			-
17	NET PLANT IN SERVICE				
18	Production (line 6- line 12)	-			-
19	Transmission (line 7- line 13)	-			-
20	Distribution (line 8- line 14)	-			-
21	General & Intangible (line 9- line 15)	-			-
22	TOTAL NET PLANT (sum lines 18-21) (NP=1 if plant =0)	-	NP=	-	-
23	ADJUSTMENTS TO RATE BASE (Note A)				
24	ADIT (Attach 6a, line 9)	#DIV/0!	DA	1.0000	#DIV/0!
24b	Tax Reform (Attach 11a, line 8)	#REF!			#REF!
25	Account No. 255 (enter negative) (Note F)	-	NP	-	-
26	CWIP (Attach 10)	-	DA	-	-
27	Unfunded Reserves (enter negative) (Attach 3, line 170a)	-	DA	1.0000	-
28	Unamortized Regulatory Assets (Attach 10) (Note L)	-	DA	1.0000	-
29	Unamortized Abandoned Plant (Attach 10) (Note K)	-	DA	1.0000	-
30	TOTAL ADJUSTMENTS (sum lines 24-29)		#DIV/0!		#DIV/0!

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31	LAND HELD FOR FUTURE USE	Attachment 10	-	NA	1.0000	-
32	WORKING CAPITAL (Note C)					
33	CWC	calculated (1/8 * Line 45)	9,045,405			#DIV/0!
34	Materials & Supplies (Note B)	(Attach 3, line 189)	-	NA	1.0000	-
35	Prepayments (Account 165 - Note C)	(Attach 3, line 170)	-	GP	-	-
36	TOTAL WORKING CAPITAL (sum lines 33-35)		9,045,405			#DIV/0!

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

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37 RATE BASE (sum lines 22, 30, 31, & 36) #DIV/0! #DIV/0!

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Formula Rate - Non-Levelized

Rate Formula Template  
Utilizing FERC Form 1 Data

For the 12 months ended 5/31/21

(1)		(2)		(3)		(4)		(5)	
		<b>HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE</b>							
		<b>Form No. 1</b>		<b>Company Total</b>		<b>Allocator</b>		<b>Transmission</b>	
		<b>Page, Line, Col.</b>						<b>(Col 3 times Col 4)</b>	
38	O&M								
39	Transmission	321.116.b		11,753,917		AGP	#DIV/0!	#DIV/0!	
40	Less Accounts 565, 561 and 561.1 to 561.8	321.99.b & 87.b to 94.b		2,321,480		AGP	#DIV/0!	#DIV/0!	
41	A&G	323.205.b		62,930,800		W/S	#DIV/0!	#DIV/0!	
42	Less EPRI & Reg. Comm. Exp. & Other Ad.	(Note D & Attach 3, line 171)		-		W/S	#DIV/0!	#DIV/0!	
43	Plus Transmission Related Reg. Comm. Exp.	(Note D & Attach 3, line 172)		-		AGP	#DIV/0!	#DIV/0!	
44	PBOP expense adjustment	(Attach 3, line 243)		-		AGP	#DIV/0!	#DIV/0!	
44a	Less Account 566	321.100.b		1,103,807		W/S	#DIV/0!	#DIV/0!	
44b	Amortization of Regulatory Assets	(Attach 10, line 2)		-		W/S	#DIV/0!	#DIV/0!	
44c	Account 566 excluding amort. of Reg Assets	(line 44a less line 44b)		1,103,807		W/S	#DIV/0!	#DIV/0!	
45	TOTAL O&M (sum lines 39, 41, 43, 44, 44b, 44c less lines 40 & 42, 44a) (Note D)			72,363,237				#DIV/0!	
46	DEPRECIATION EXPENSE								
47	Transmission	336.7.f		-		DA	1.0000	-	
48	General and Intangible	336.1.f + 336.10.f		-		W/S	1.0000	-	
49	Amortization of Abandoned Plant	(Attach 3, line 155) (Note K)		-		DA	1.0000	-	
50	TOTAL DEPRECIATION (Sum lines 47-49)			-				-	
51	TAXES OTHER THAN INCOME TAXES (Note E)								
52	LABOR RELATED								
53	Payroll	263.3.i + 263.4.i + 263.12.i		42,567,300		W/S	#DIV/0!	#DIV/0!	
54	Highway and vehicle	263._i (enter FN1 line #)		-		W/S	#DIV/0!	#DIV/0!	
55	PLANT RELATED								
56	Property	263.24.i + 263.25.i		39,087,352		AEP	#DIV/0!	#DIV/0!	
57	Gross Receipts	263.14.i + 263.26.i		(7,259)		NA	-	-	
58	Other	263.15.i		720		AEP	#DIV/0!	#DIV/0!	
59	TOTAL OTHER TAXES (sum lines 53-58)			81,648,113				#DIV/0!	
60	INCOME TAXES (Note F)								
61	$T = 1 - ((1 - \text{SIT}) * (1 - \text{FIT})) / ((1 - \text{SIT}) * \text{FIT} * p)) * (1 - n) =$			0.2614				0.2614	
62	$\text{CIT} = (T / (1 - T)) * (1 - (\text{WCLTD} / \text{R})) =$			#DIV/0!				#DIV/0!	
63	where WCLTD = (line 95) and R = (line 98)								
64	and FIT, SIT, p, & n are as given in footnote F.								
65	$1 / (1 - T) = (T \text{ from line 61})$			1.3538				1.354	
66	Amortized Investment Tax Credit (Attachment 4, line 14)			-					
67	Income Tax Calculation = line 62 * line 71 * (1-n)			#DIV/0!				#DIV/0!	
68	ITC adjustment (line 65 * line 66 * (1-n))			-		NP	-	-	
69	Total Income Taxes (line 67 plus line 68)			#DIV/0!				#DIV/0!	
70	RETURN								
71	[Rate Base (line 37) * Rate of Return (line 98)]			#DIV/0!		NA		#DIV/0!	
72	Rev Requirement before Incentive Projects (sum lines 45, 50, 59, 69, 71)			#DIV/0!				#DIV/0!	
73	Incentive Return and Income Tax on Authorized Projects (Attach 4, line 58, col h)			#DIV/0!		DA	100%	#DIV/0!	
74	Total Revenue Requirement (sum lines 72 & 73)			#DIV/0!				#DIV/0!	

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Formula Rate - Non-Levelized

Rate Formula Template  
Utilizing FERC Form 1 Data

For the 12 months ended 5/31/21

		<b>HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE</b>							
		<b>SUPPORTING CALCULATIONS AND NOTES</b>							
75	TRANSMISSION PLANT INCLUDED IN RTO RATES								
76	Total transmission plant (line 7, column 3)							-	
77	Less transmission plant excluded from RTO rates (Note H)			(Attachment 3, line 175)				2,557,690.00	
78	Less transmission plant included in OATT Ancillary Services (Note H)			(Attachment 3, line 175)				-	
79	Transmission plant included in RTO rates (line 76 less lines 77 & 78)							2,557,690.00	
80	Percentage of transmission plant included in RTO Rates (line 79 divided by line 76) (If line 76 equal zero, enter 1)					TP=		1.0000	

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81	ADJUSTED TRANSMISSION PLANT INCLUDED IN RTO RATES		
82	Total transmission plant (line 15, column 3)		-
83	Plus CIAC Reveived (O&M, A&G and Taxes other than income would be on full amount)		17,621,749.00
84	Total Adjusted Transmission Plant		17,621,749.00
	Transmission plant included in RTO rates (line 82 less lines & 83)		-
		AGP=	#DIV/0!

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81	ADJUSTED PLANT INCLUDED IN RTO RATES									
82	Total transmission plant (line 22, column 3)									-
	Plus CIAC Received (O&M, A&G and Taxes other than income would be on full amount)									17,621,749.00
83	Total Adjusted Transmission Plant									17,621,749.00
84	Total Gross Plant									-
							AEP=		#DIV/0!	
85	WAGES & SALARY ALLOCATOR (W&S) (Note I)									
86		Form 1 Reference	\$	AGP		Allocation				
87	Production	354.20.b	2,692,974.00		0.00	-				
88	Transmission	354.21.b	3,389,676.00	#DIV/0!		#DIV/0!				
89	Distribution	354.23.b	25,895,435.00		0.00	-		W&S Allocator	Weighted	-WCLTD
90	Other	354.24,25,26.b	31,336,359.00		0.00	-		(\$ / Allocation)	#DIV/0!	
91	Total (sum lines 87-90) [TP equals 1 if there are no wages & salaries]		63,314,444.00			#DIV/0!	=	#DIV/0!	#DIV/0!	=R
92	RETURN (R) (Note J)									
93			\$	%		Cost				(c)
94						#DIV/0!				Total
95	Long Term Debt	(Attach 3, lines 249 & 270 or Attach 5) (Note G)				#DIV/0!				2,557,690
96	Preferred Stock	(Attachment 3, lines 251 & 273)		100.00		-				-
97	Common Stock	(Attachment 3, line 257)		(100.00)	#DIV/0!	9.40%				-
98	Total (sum lines 95-97)					-				-
										2,557,690
	Development of Base Carrying charge and Summary of Incentive and Non-Incentive Investments						(a)	(b)		#DIV/0!
		Source of Total Column					Non-Incentive	Incentive		
		(Line 19 and Transmission CIACs)					Investments from	Investments from		
		(Line 26)					Attachment 4	Attachment 4		
99	Net Transmission Plant in Service	(Line 28)					(Note N)	(Note N)		-
100	CWIP in Rate Base	(Line 29)						#DIV/0!		#DIV/0!
101	Unamortized Abandoned Plant	(Line 28)								
102	Regulatory Assets	(Line 28)								
103	Development of Base Carrying charge and Summary of Incentive and Non-Incentive Investments	(Lines 69 & 71)								
104	Return and Taxes									
105	Total Revenue Credits									
106	Base Carrying Charge (used in Attach 4, Line 65)	(Line 100 - Line 101) / Line 99								

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For the 12 months ended 5/31/21

**SUPPORTING CALCULATIONS AND NOTES**

Formula Rate - Non-Levelized  
Rate Formula Template  
Utilizing FERC Form 1 Data

**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

General Note: References to pages in this formulary rate are indicated as: (page#, line#, col.#)  
References to data from FERC Form 1 are indicated as: #.y.x (page, line, column)

**Note Letter**

- A The balances in Accounts 190, 281, 282 and 283, as adjusted by any amounts in contra accounts identified as regulatory assets or liabilities related to FASB 106 or 109. The formula uses the stated average of the beginning and end of year balances to prorate ADIT to comply with IRS normalization rules. Balance of Account 255 is reduced by prior flow throughs and excluded if the utility chose to utilize amortization of tax credits against taxable income as discussed in Note F. Account 281 is not allocated.
- B Identified in Form 1 as being only transmission related.
- C Cash Working Capital assigned to transmission is one-eighth of O&M allocated to transmission  
Prepayments are the electric related prepayments booked to Account No. 165 and reported on Pages 110-111 line 57 in the Form 1. D Line 42 removes EPRI Annual Membership Dues listed in Form 1 at 353...f (enter FN1 line #),  
any EPRI Lobbying expenses included in line 42 of the template and all Regulatory Commission Expenses itemized at 351.h  
Line 42 removes all advertising included in Account 930.1, except safety, education or out-reach related advertising  
Line 42 removes all EEI and EPRI research, development and demonstration expenses and NY Transco will not participate in EEI or EPRI.  
Line 43 reflects all Regulatory Commission Expenses directly related to transmission service, RTO filings, or transmission siting itemized at 351.h  
Line 38 or Line 41 and thus Line 45 shall include any NYISO charges other than penalties, including but not limited to administrative costs.
- E Includes only FICA, unemployment, highway, property, gross receipts, and other assessments charged in the current year.  
Taxes related to income are excluded. Gross receipts taxes are not included in transmission revenue requirement in the Rate Formula Template, since they are recovered elsewhere.
- F The currently effective income tax rate, where FIT is the Federal income tax rate; SIT is the State income tax rate, and p = "the percentage of federal income tax deductible for state income taxes". If the utility is taxed in more than one state it must attach a work paper showing the name of each state and how the blended or composite SIT was developed. Furthermore, a utility that elected to utilize amortization of tax credits against taxable income, rather than book tax credits to Account No. 255 and reduce rate base.  
multiplied by (1/(1-T)).  
Inputs Required: FIT = 0.21  
SIT = 0.0650 (State Income Tax Rate or Composite SIT from Attach 3)  
p = - (percent of federal income tax deductible for state purposes)  
n = - (not for profit entity ownership percentage)
- For each Rate Year (including both Annual Projections and True-Up Adjustments) the statutory income tax rates utilized in the Formula Rate shall reflect the weighted average rates actually in effect during the Rate Year. For example, if the statutory tax rate is 10% from January 1 through June 30, and 5% from July 1 through December 31, such rates would be weighted 181/365 and 184/365, respectively, for a non-leap year.
- G The cost of debt is determined using the internal rate of return methodology shown on Attachment 5 once project financing is obtained. Prior to obtaining project financing, an interest rate of 3.85% from Table 4 of Attachment 5 will be used and will not be trueed up. Attachment 5 contains an estimate of the internal rate of return methodology; the methodology will be applied to actual amounts for use in Appendix A.  
After the completion of construction, the cost of debt will be calculated pursuant to Attachment 3

step-up facilities, which are deemed to be included in OATT ancillary services. For these purposes, generation step-up

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facilities are those facilities at a generator substation on which there is no through-flow when the generator is shut down.

1 Enter dollar amounts

J ROE will be supported in the original filing and no change in ROE may be made absent a filing with FERC under FPA Section 205 or 206.

The capital structure will be the actual capital

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## Application Attachment 1

**Attachment 1 - Revenue Credit Workpaper\***  
**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

**Account 454 - Rent from Electric Property (300.19.b)**

Notes 1 &amp; 3

1 Rent from FERC Form No. 1

-

**Account 456 (including 456.1) (300.21.b and 300.22.b)**

Notes 1 &amp; 3

2 Other Electric Revenues (Note 2)

-

3 Professional Services

-

4 Revenues from Directly Assigned Transmission Facility Charges (Note 2)

-

5 Rent or Attachment Fees associated with Transmission Facilities

-

6 Total Revenue Credits

Sum lines 2-5 + line 1

-

**Note 1** All revenues booked to Account 454 that are derived from cost items classified as transmission-related will be included as a revenue credit. All revenues booked to Account 456 (includes 456.1) that are derived from cost items classified as transmission-related, and are not derived from rates under this transmission formula rate will be included as a revenue credit. Work papers will be included to properly classify revenues booked to these accounts to the transmission function. A breakdown of all Account 454 revenues by subaccount will be provided below, and will be used to derive the proper calculation of revenue credits. A breakdown of all Account 456 revenues by subaccount and customer will be provided and tabulated below, and will be used to develop the proper calculation of revenue credits.

**Note 2**

If the facilities associated with the revenues are not included in the formula, the revenue is shown below, but not included in the total above and explained in the Attachment 3.

**Note 3** All Account 454 and 456 Revenues must be itemized below

Line No.

1 Account 456

TOTAL

NY-ISO

Other 1

Other 2

1a Transmission Service

-

-

-

-

...

1x Trans. Fac. Charge

-

-

-

-

2 Trans Studies

-

-

-

-

3 Total

-

-

-

-

4 Less:

5 Revenue for Demands in Divisor

-

-

-

-

6 **Sub Total Revenue Credit**

-

-

-

-

7 Prior Period Adjustments

-

-

-

-

8 Total

-

-

-

-

9 Account 454

\$

9a Joint pole attachments - telephone

-

9b Joint pole attachments - cable

-

9c Underground rentals

-

9d Transmission tower wireless rentals

-

9e Misc non-transmission rentals

-

9f

-

9g

-

...

9x

-

10 Total

-

**Attachment 2 - Cost Support**  
**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

**Plant in Service Worksheet**

		Source	Year	Balance
1	<b><u>Calculation of Transmission Plant In Service</u></b>			
2	March	company records	2018	
3	April	company records	2018	
4	May	company records	2018	
5	June	company records	2018	
6	July	company records	2018	
7	August	company records	2018	
8	September	company records	2018	
9	October	company records	2018	
10	November	company records	2018	
11	December	p207.58.g	2018	
12	January	company records	2019	
13	February	company records	2019	
14	March	company records	2019	
15	<b>Transmission Plant In Service</b>	(sum lines 2-14) /13		
16	<b><u>Calculation of Distribution Plant In Service</u></b>			
17	March	company records	2018	
18	April	company records	2018	
19	May	company records	2018	
20	June	company records	2018	
21	July	company records	2018	
22	August	company records	2018	
23	September	company records	2018	
24	October	company records	2018	
25	November	company records	2018	

26	December	p207.75.g	2018
27	January	company records	2019
28	February	company records	2019

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29	March	company records	2019
30	<b>Distribution Plant In Service</b>	(sum lines 17-29) /13	
31	<b><u>Calculation of Intangible Plant In Service</u></b>	Source	
32	March	company records	2018
33	April	company records	2018
34	May	company records	2018
35	June	company records	2018
36	July	company records	2018
37	August	company records	2018
38	September	company records	2018
39	October	company records	2018
40	November	company records	2018
41	December	p205.5.g	2018
42	January	company records	2019
43	February	company records	2019
44	March	company records	2019
45	<b>Intangible Plant In Service</b>	(sum lines 32-44) /13	
46	<b><u>Calculation of General Plant In Service</u></b>	Source	
47	March	company records	2018
48	April	company records	2018
49	May	company records	2018
50	June	company records	2018
51	July	company records	2018
52	August	company records	2018
53	September	company records	2018
54	October	company records	2018
55	November	company records	2018
56	December	p207.99.g	2018
57	January	company records	2019
58	February	company records	2019

59  
60

March  
**General Plant In Service**

company records  
(sum lines 47-59) /13

2019

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61	<b><u>Calculation of Production Plant In Service</u></b>	Source		
62	March	company records	2018	
63	April	company records	2018	
64	May	company records	2018	
65	June	company records	2018	
66	July	company records	2018	
67	August	company records	2018	
68	September	company records	2018	
69	October	company records	2018	
70	November	company records	2018	
71	December	p205.46.g	2018	
72	January	company records	2019	
73	February	company records	2019	
74	March	company records	2019	
75	<b>Production Plant In Service</b>	(sum lines 62-74) /13		
76	<b><u>Total Plant In Service</u></b>	(sum lines 15, 30, 45, 60, & 75)		-

Accumulated Depreciation Worksheet

Appendix A Line #s, Descriptions, Notes, Form 1 Page #s and Instructions

77	<b><u>Calculation of Transmission Accumulated Depreciation</u></b>	Source	Year	Balance
78	March	company records	2018	
79	April	company records	2018	
80	May	company records	2018	
81	June	company records	2018	
82	July	company records	2018	
83	August	company records	2018	
84	September	company records	2018	
85	October	company records	2018	
86	November	company records	2018	

87	December	p219.25.b	2018
88	January	company records	2019
89	February	company records	2019

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90	March	company records	2019
91	<b>Transmission Accumulated Depreciation</b>	(sum lines 78-90) /13	
92	<b><u>Calculation of Distribution Accumulated Depreciation</u></b>	Source	
93	March	company records	2018
94	April	company records	2018
95	May	company records	2018
96	June	company records	2018
97	July	company records	2018
98	August	company records	2018
99	September	company records	2018
100	October	company records	2018
101	November	company records	2018
102	December	p219.25.b	2018
103	January	company records	2019
104	February	company records	2019
105	March	company records	2019
106	<b>Distribution Accumulated Depreciation</b>	(sum lines 93-105) /13	
107	<b><u>Calculation of Intangible Accumulated Amortization</u></b>	Source	
108	March	company records	2018
109	April	company records	2018
110	May	company records	2018
111	June	company records	2018
112	July	company records	2018
113	August	company records	2018
114	September	company records	2018
115	October	company records	2018
116	November	company records	2018
117	December	p200.21.c	2018
118	January	company records	2019
119	February	company records	2019

-



[illegible]

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122	<b><u>Calculation of General Accumulated Depreciation</u></b>	Source	
123	March	company records	2018
124	April	company records	2018
125	May	company records	2018
126	June	company records	2018
127	July	company records	2018
128	August	company records	2018
129	September	company records	2018
130	October	company records	2018
131	November	company records	2018
132	December	p219.28.b	2018
133	January	company records	2019
134	February	company records	2019
135	March	company records	2019
136	<b>Accumulated General Depreciation</b>	(sum lines 123-135) /13	-
137	<b><u>Calculation of Production Accumulated Depreciation</u></b>	Source	
138	March	company records	2018
139	April	company records	2018
140	May	company records	2018
141	June	company records	2018
142	July	company records	2018
143	August	company records	2018
144	September	company records	2018
145	October	company records	2018
146	November	company records	2018
147	December	p219.20 thru 219.24.b	2018
148	January	company records	2019
149	February	company records	2019
150	March	company records	2019
151	<b>Production Accumulated Depreciation</b>	(sum lines 138-150) /13	

152

**Total Accumulated Depreciation and Amortization**

(sum lines 91, 106, 121, 136, & 151)

-

**Attachment 3 - Cost Support  
HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

**Details**

Numbering continues from Attachment 2			Beginning of Year	End of Year	Average Balance
153	Account No. 255 (enter negative)	267.8.h	-	-	-
154	Unamortized Abandoned Plant (recovery of abandoned plant requires a FERC order approving the amount and recovery period)	Attachment 10, line 2, col. (v)			-
155	Amortization of Abandoned Plant	Attachment 10, line 2, col. (h)			Amortization Expense -
156	Prepayments (Account 165) (Prepayments exclude Prepaid Pension Assets)		Year	Balance	
157	March	111.57.c	2018		
158	April	company records	2018		
159	May	company records	2018		
160	June	111.57.c	2018		
161	July	company records	2018		
162	August	company records	2018		
163	September	111.57.c	2018		
164	October	company records	2018		
165	November	company records	2018		
166	December	111.57.c	2018		
167	January	company records	2019		
168	February	company records	2019		
169	March	111.57.c	2019		
170	<b>Prepayments</b>	(sum lines 157-169) /13		-	

**Reserves**

170a	(b)	(c)	(d) Enter 1 if NOT in a trust or reserved account, enter zero (0) if included in a trust or reserved account	(e) Enter 1 if the accrual account is included in the formula rate, enter (0) if O if the accrual account is NOT included in the formula rate	(f) Enter the percentage paid for by customers, 1 less the percent associated with an offsetting liability on the balance sheet	(g) Allocation (Plant or Labor Allocator)	(h) Amount Allocated, col. c x col. d x col. e x col. f x col. g
		Amount					
Injuries & Damages Reserve 112.27.d			1	-	-	-	-
Reserve 2		-	-	-	-	-	-
Reserve 3		-	-	-	-	-	-
Reserve 4		-	-	-	-	-	-
...		-	-	-	-	-	-
...		-	-	-	-	-	-
Total							-

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

(2) in advance of an anticipated expenditure related to that expense (3) that is not deposited in a restricted account (e.g., set aside in an escrow account, see column (d)) with the earnings thereon retained within that account. Where a given reserve is only partially funded through accruals collected from customers, only the balance funded by customer collections shall serve as a rate base credit, see column (f). The source of monthly balance data is company records.

(2) in advance of an anticipated expenditure related to that expense (3) that is not deposited in a restricted account (e.g., set aside in an escrow account, see column (d)) with the earnings thereon retained within that account. Where a given reserve is only partially funded through accruals collected from customers, only the balance funded by customer collections shall serve as a rate base credit, see column (f). The source of monthly balance data is company records.					

A horizontal bar chart with a yellow bar. The bar is composed of a yellow segment on the left and a red segment on the right. The red segment is approximately one-third the length of the yellow segment. The bar is positioned in the upper half of the chart area.

**EPRI Dues Cost Support**

Allocated General & Common Expenses		EPRI & EEI Costs to be Excluded	Details
171	EPRI and EEI Dues to be excluded from the formula rate	EPRI Dues p353__f (enter FN1 line #) -	

**Regulatory Expense Related to Transmission Cost Support**

Directly Assigned A&G		Form 1 Amount	Transmission Related	Other	Details*
172	Regulatory Commission Exp Account 928		p323.189.b	-	-
* insert case specific detail and associated assignments here					

**Multi-state Workpaper**

Income Tax Rates		New York	MTA	NYC	Weighed Average
173	Weighting SIT=State Income Tax Rate or Composite Multiple state rates are weighted based on the state apportionment factors on the state income tax returns and the number of days in the year that the rates are effective (see Note F)	1 6.50%	0 0.00%	0 0.00%	6.50%

**Safety Related and Education and Out Reach Cost Support**

Directly Assigned A&G		Form 1 Amount	Safety Related, Education, Siting & Outreach Related	Other	Details
174	General Advertising Exp Account 930.1		company records	-	
Safety advertising consists of any advertising whose primary purpose is to educate the recipient as to what is safe or is not safe. Education advertising consists of any advertising whose primary purpose is to educate the recipient as about transmission related facts or issues Outreach advertising consists of advertising whose primary purpose is to attract the attention of the recipient about a transmission related issue Siting advertising consists of advertising whose primary purpose is to inform the recipient about locating transmission facilities Lobbying expenses are not allowed to be included in account 930.1					

**Excluded Plant Cost Support**

Adjustment to Remove Revenue Requirements Associated with Excluded Transmission Facilities		Excluded Transmission Facilities	Transmission plant included in OATT Ancillary Services and not otherwise excluded	Description of the Facilities
175	Excluded Transmission Facilities	2,557,690	-	All other Transmission Assets besides the Hurley Ave Smart Wires
Add more lines if necessary				

**Materials & Supplies**

Note: for the projection, the prior year's actual balances will be used

Stores Expense	Transmission Materials	Construction	
Undistributed	& Supplies	Materials & Supplies	Total

Form No.1 page		p227.16	p227.8	p227.5
176	March	Company Records	-	-
177	April	Company Records	-	-
178	May	Company Records	-	-
179	June	Company Records	-	-






180	July	Company Records	-	-
181	August	Company Records	-	-
182	September	Company Records	-	-
183	October	Company Records	-	-
184	November	Company Records	-	-
185	December	Column c	-	-
186	January	Company Records	-	-
187	February	Company Records	-	-
188	March	Company Records	-	-
189	Average			-

**PBOPs**

[Details](#)

189	<b><u>Calculation of PBOP Expenses</u></b>			
190	<b><u>ConEd</u></b>			
191	Total PBOP expenses			
192	Labor dollars			
193	Cost per labor dollar			
194	labor (labor not capitalized) current year	Company Records		
195	PBOP Expense for current year			
196	PBOP Expense in Account 926 for current year	Company Records		
197	PBOP Adjustment for Appendix A, Line 44			
198	Lines 191-193 cannot change absent approval or acceptance by FERC in a separate proceeding.			
198	<b><u>NiMo</u></b>			
199	Total PBOP expenses			
200	Labor dollars			
201	Cost per labor dollar			
202	labor (labor not capitalized) current year	Company Records		
203	PBOP Expense for current year			
204	PBOP Expense in Account 926 for current year	Company Records		
205	PBOP Adjustment for Appendix A, Line 44			
206	Lines 199-201 cannot change absent approval or acceptance by FERC in a separate proceeding.			
207	<b><u>NYSEG</u></b>			
208	Total PBOP expenses			
209	Labor dollars			
210	Cost per labor dollar			
211	labor (labor not capitalized) current year	Company Records		
212	PBOP Expense for current year			
213	PBOP Expense in Account 926 for current year	Company Records		
214	PBOP Adjustment for Appendix A, Line 44			
215	Lines 208-210 cannot change absent approval or acceptance by FERC in a separate proceeding.			



216 RGE  
217 Total PBOP expenses  
218 Labor dollars  
219 Cost per labor dollar  
220 labor (labor not capitalized) current year

Company Records

Application Attachment 1

221	PBOP Expense for current year	
222	PBOP Expense in Account 926 for current year	Company Records
223	PBOP Adjustment for Appendix A, Line 44	
224	Lines 217-219 cannot change absent approval or acceptance by FERC in a separate proceeding.	
225	<b><u>CHG&amp;E</u></b>	
226	Total PBOP expenses	
227	Labor dollars	
228	Cost per labor dollar	
229	labor (labor not capitalized) current year	Company Records
230	PBOP Expense for current year	
231	PBOP Expense in Account 926 for current year	Company Records
232	PBOP Adjustment for Appendix A, Line 44	
233	Lines 226-228 cannot change absent approval or acceptance by FERC in a separate proceeding.	
234	<b><u>HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE</u></b>	
235	Total PBOP expenses	
236	Labor dollars	
237	Cost per labor dollar	
238	labor (labor not capitalized) current year	Company Records
239	PBOP Expense for current year	
240	PBOP Expense in Account 926 for current year	Company Records
241	PBOP Adjustment for Appendix A, Line 44	
242	Lines 235-237 cannot change absent approval or acceptance by FERC in a separate proceeding.	

243	PBOP expense adjustment	(sum lines 197, 214, 205, 223, 232, & 241)
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Application Attachment 1

Attachment 3 - Cost Support																
HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE																
Line No.	Description	Form No./Reference	March	April	May	June	July	August	September	October	November	December	January	February	March	13 Month Avg.
			Cal. (c)	company records	company records	Cal. (c)	company records	company records	Cal. (c)	company records	company records	Cal. (c)	company records	company records	Cal. (c)	Cal. (n)
244	Long Term Debt															
245	Acct 221 Bonds	112.18.c,d	-	-	-	-	-	-	-	-	-	-	-	-	-	
246	Acct 223 Advances from Assoc. Companies	112.20.c,d	-	-	-	-	-	-	-	-	-	-	-	-	-	
247	Acct 224 Other Long Term Debt	112.21.c,d	-	-	-	-	-	-	-	-	-	-	-	-	-	
248	Less Acct 222 Reacquired Debt	112.19.c, d enter negative	-	-	-	-	-	-	-	-	-	-	-	-	-	
249	Total Long Term Debt	Sum Lines 244 - 248														
250/251	Preferred Stock	112.3.c,d	100	100	100	100	100	100	100	100	100	100	100	100	100	100
252	Common Equity- Per Books	112.16.c,d														
253	Less Acct 204 Preferred Stock	112.3.c,d	-	-	-	-	-	-	-	-	-	-	-	-	-	
254	Less Acct 219 Accum Other Compr. Income	112.15.c,d	-	-	-	-	-	-	-	-	-	-	-	-	-	
255	Less Acct 216.1 Unappropriated Undistributed Subsidiary															
256	Earnings	112.12.c,d														
257/258	Adjusted Common Equity	Ln 253 - 254 - 255 - 256	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	100%
259/260	Total (Line 249 plus Line 251 plus Line 257)		-	-	-	-	-	-	-	-	-	-	-	-	-	
261	Cost of Debt															
262	Acct 427 Interest on Long Term Debt	117.62.c														
263	Acct 428 Amortization of Debt Discount and Expense	117.63.c														
264	Acct 428.1 Amortization of Loss on Reacquired Debt	117.64.c														
265	Acct 430 Interest on Debt to Assoc. Companies (LTD portion only) (2)	117.67.c	-	-	-	-	-	-	-	-	-	-	-	-	-	
266	Less: Acct 429 Amort of Premium on Debt	117.65.c enter negative	-	-	-	-	-	-	-	-	-	-	-	-	-	
267	Less: Acct 429.1 Amort of Gain on Reacquired Debt	117.66.c enter negative	-	-	-	-	-	-	-	-	-	-	-	-	-	
268/269	Total Interest Expense	Sum Lines 262 - 267	-	-	-	-	-	-	-	-	-	-	-	-	-	
270/271	Average Cost of Debt (Line 268 / Line 249)															#DIV/0!
272	Cost of Preferred Stock															
273/274	Preferred Stock Dividends	118.29.c	-	-	-	-	-	-	-	-	-	-	-	-	-	
275	Average Cost of Preferred Stock (Line 273 / Line 251)		-	-	-	-	-	-	-	-	-	-	-	-	-	

Note 2: Interest on Debt to Associated Companies (FERC 430) will be populated with interest related to Long Term Debt only.

# NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

Application Attachment 1

Incentive ROE and 60/40 Project Worksheet  
Attachment 4

Rate Formula Template  
Utilizing Appendix A Data

For the 12 months ended 12/31/2019

The calculations below calculate that additional revenue requirement for 50 basis points of ROE and 0.5 percent change in the equity component of the capital structure. These amounts are then used to calculate the actual increase in revenue in the table below (starting on line 66) associated with the actual incentive authorized by the Commission The use of the 50 basis point calculations per settlement discussions.

## HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE

### Base ROE and Income Taxes Carrying Charge

		Allocator		Result
1	Rate Base			#DIV/0!
2	BASE RETURN CALCULATION:			
3	Long Term Debt (Appendix A, Line 91)	\$ -	% #DIV/0!	Cost #DIV/0!
4	Preferred Stock (Appendix A, Line 92)	100	0%	0.00%
5	Common Stock (Appendix A, Line 93)	(100)	#DIV/0!	9.40%
6	Total (sum lines 3-5)	-		#DIV/0!
7	Return multiplied by Rate Base (line 1 * line 6)			#DIV/0!
8	INCOME TAXES			
9	$T = 1 - \frac{[(1 - \text{SIT}) * (1 - \text{FIT})] / (1 - \text{SIT} * \text{FIT} * p)}{}$ (Appendix A, line 61)	0.2614		
10	$\text{CIT} = (T / (1 - T)) * (1 - (\text{WCLTD} / \text{R})) =$	#DIV/0!		
11	where WCLTD=(line 3) and R= (line 6)			
12	and FIT, SIT & p are as given in footnote F on Appendix A.			
13	$1 / (1 - T) = (T \text{ from line 9})$	1.3538		
14	Amortized Investment Tax Credit (266.8f) (enter negative)	-		
15	Income Tax Calculation = line 10 * line 7 * (1-n)	#DIV/0!		#DIV/0!
16	ITC adjustment (line 13 * line 14) * (1-n)	-	NP	-
17	Total Income Taxes (line 15 plus line 16)	#DIV/0!		#DIV/0!
18	Base Return and Income Taxes	Sum lines 7 and 17		#DIV/0!
19	Rate Base	Line 1		#DIV/0!
20	Return and Income Taxes at Base ROE	Line 18 / line 19		#DIV/0!

### 100 Basis Point Incentive ROE and Income Taxes Carrying Charge

Attachment 4

21	Rate Base			Result
				#DIV/0!
22	50 Basis Point Incentive Return impact on			
23	Long Term Debt (line 3)	\$ -	% #DIV/0!	Cost #DIV/0!
24	Preferred Stock (line 4)	100.00	0%	0.00%
25	Common Stock (line 5 plus 50 basis points)	(100.00)	#DIV/0!	9.90%
26	Total (sum lines 24-26)	-		#DIV/0!
27	50 Basis Point Incentive Return multiplied by Rate Base (line 21 * line 26)			#DIV/0!
28	INCOME TAXES			
29	$T = 1 - \frac{[(1 - \text{SIT}) * (1 - \text{FIT})] / (1 - \text{SIT} * \text{FIT} * p)}{}$ (Appendix A, line 61)	0.2614		
30	$\text{CIT} = (T / (1 - T)) * (1 - (\text{WCLTD} / \text{R})) =$	#DIV/0!		
31	where WCLTD=(line 23) and R= (line 26)			
32	and FIT, SIT & p are as given in footnote F on Appendix A.			
33	$1 / (1 - T) = (T \text{ from line 29})$	1.3538		
34	Amortized Investment Tax Credit (line 14)	-		
35	Income Tax Calculation = line 30 * line 27 * (1-n)	#DIV/0!		#DIV/0!
36	ITC adjustment (line 33 * line 34) * (1-n)	-	NP	-
37	Total Income Taxes (line 35 plus line 36)	#DIV/0!		#DIV/0!
38	Return and Income Taxes with 100 basis point increase in ROE	Sum lines 27 and 37		#DIV/0!
39	Rate Base	Line 21		#DIV/0!
40	Return and Income Taxes with 100 basis point increase in ROE	Line 38 / line 39		#DIV/0!
41	Difference in Return and Income Taxes between Base ROE and 50 Basis Point Incentive	Line 41- Line 20		#DIV/0!

### Effect of 1% Increase in the Equity Ratio

Results

42	Rate Base			#DIV/0!
43	50 Basis Point Incentive Return			
		\$	%	Cost
				Weighted

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

44	Long Term Debt	(line 3 minus 1% in equity ratio)	-	#DIV/0!	#DIV/0!	#DIV/0!
45	Preferred Stock	(line 4)	-	0%	0.00%	0.00%
46	Common Stock	(line 5 plus 1% in equity ratio))	-	#DIV/0!	9.40%	#DIV/0!
47	Total (sum lines 44-46)		-			#DIV/0!
48	Line 47 x line 42					#DIV/0!
49	INCOME TAXES					
50	T=1-(((1 - SIT) * (1 - FIT))/ (1 - SIT * FIT * p))) = (Appendix A, line 61)		0.2614			
51	CIT=(T(1-T) * (1-(WCLTD/R))) =		#DIV/0!			

\_\_\_\_\_

\_\_\_\_\_

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## Application Attachment 1

None:	<p>A Column (b), Net Investment includes the Net Plant In Service, unamortized regulatory assets, unamortized abandoned plant and CWIP.</p> <p>B Column (f), Gross Plant in Service excludes Regulatory Assets, CWIP, and Abandoned Plant.</p> <p>C Column (c), for each project with an incentive in column (c), note the docket No. in which FERC granted the incentive&gt;</p>	
	<p style="text-align: center;">Project</p>	
	<p>TOTs 1 - Ramapo to Rock Tavern</p>	Docket No.
	<p>TOTs 2 - Staten Island Unbottling Feeder Split</p>	ER15-51
	<p>TOTs 3 - NYSEG's Marcy South Series Comp Fraser to Coopers Corner</p>	ER15-51

**Attachment 5 - Financing Costs for Long Term Debt using the Internal Rate of Return Methodology (Note 13)**

HURLEY AVENUE PROJECT SYSTEM DISTRIBUTION UPGRADE  
HYPOTHETICAL EXAMPLE

Assumes financing will be a 5 year loan with Origination Fees of \$2.1 million and a Commitments Fee of 0.3% on the undrawn principal.  
Consistent with GAAP, the Origination Fees and Commitments Fees will be amortized using the standard Internal Rate of Return formula below.  
Each year, the amounts withdrawn, the interest paid in the year, Origination Fees, Commitments Fees, and total loan amount will be updated on this attachment.

Table 1  
$$\sum_{t=1}^N \frac{C_t}{(1+IRR)^{t \cdot pwr(t)}}$$

1 Total Loan Amount \$ -

2 Internal Rate of Return<sup>1</sup> #NUM!

3 Based on following Financial Formula<sup>2</sup>:

4 NPV = 0 =

Table 3

Origination Fees	
Underwriting Discount	-
Arrangement Fee	-
Upfront Fee	-
Rating Agency Fee	-
Legal Fees	-
Total Insurance Expense	-

11 Annual Rating Agency Fee -

12 Annual Bank Agency Fee -

13 Revolving Credit Commitment Fee 0.000%

Table 4

	2014	2015	2016	2017	2018	2019	2020
LIBOR Rate	0.64%	1.03%	1.60%	2.13%	2.13%	2.13%	2.13%
Spread	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%	2.25%
Interest Rate	2.89%	3.28%	3.85%	4.38%	4.38%	4.38%	4.38%

Table 5

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
Year		Capital Expenditures (\$000's)	Principal Drawn In Quarter (\$000's)	Principal Drawn To Date (\$000's)	Interest & Principal (\$000's)	Origination Fees (\$000's)	Commitment & Utilization Fee (\$000's)	Net Cash Flows (\$000's)
				Cumulative Col. D	1/4 * Interest Rate from Line 16 x Col. E prior quarter and Principal repayment	Input in first Qtr of Loan	(line 1/1000 less Col. E prior quarter)*line 13/4 +line 12/4000+line 11/4000	(D-F-G-H)
3/31/2014	Q3	-	-	-	-	-	-	-
6/30/2014	Q4	-	-	-	-	-	-	-
9/30/2014	Q1	-	-	-	-	-	-	-
12/31/2014	Q2	-	-	-	-	-	-	-
3/31/2015	Q3	-	-	-	-	-	-	-
6/30/2015	Q4	-	-	-	-	-	-	-
9/30/2015	Q1	-	-	-	-	-	-	-
12/31/2015	Q2	-	-	-	-	-	-	-
3/31/2016	Q3	-	-	-	-	-	-	-
6/30/2016	Q4	-	-	-	-	-	-	-
9/30/2016	Q1	-	-	-	-	-	-	-
12/31/2016	Q2	-	-	-	-	-	-	-
3/31/2017	Q3	-	-	-	-	-	-	-
6/30/2017	Q4	-	-	-	-	-	-	-
9/30/2017	Q1	-	-	-	-	-	-	-
12/31/2017	Q2	-	-	-	-	-	-	-
3/31/2018	Q3	-	-	-	-	-	-	-

Notes 1 The IRR is the input to Debt Cost shown on Appendix A, Page 4, Line 95 during the construction period, after obtaining project financing, in accordance with Note G of Appendix A.

2 The IRR is a discount rate that makes the net present value of a series of cash flows equal to zero. The IRR equation is shown on line 4.

N is the last quarter the loan would be outstanding  
t is each quarter

Ct is the cash flow (Table 5, Col. I in each quarter)

Alternatively the equation can be written as  $0 = C_0 + C_1/(1+IRR) + C_2/(1+IRR)^2 + C_3/(1+IRR)^3 + \dots + C_N/(1+IRR)^N$  and solved for IRR

The Excel™ formula on line 2 is: (round(XIRR(first quarter of loan Col A of Table 5:last quarter of loan Col A of Table 5, first quarter of loan Col I of Table 5: last quarter of loan Col I of Table 5, 8%),4)) The 8% in the above formula is a seed number to ensure the formula produces a positive number.

3. Line 1 reflects the loan amount, the maximum amount that can be drawn on

4. Lines 5 through 13 include the fees associated with the loan. They are estimated based on current bank condition and are updated with the actual fees once the actual fees are known.

5. The estimate of the average 3 month Libor forward rate for the year on line 14 is that published by Bloomberg Finance L.P. during August of the prior year and is true-up to actual average 3 month Libor rate for the year under the loan.

6. Table 5, Col. C reflect the capital expenditures in each quarter

7. Table 5, Col. D reflect the amount of the loan that is drawn down in the quarter

8. Table 5, Col. E is the amount of principle drawn down

9. Table 5, Col F calculates the interest on the principle drawn down to date based on the applicable interest on line 16

10. Table 5, Col. G is the total origination fees in line 10 and is input in the first quarter that a portion of the loan in drawn

11. Table 5, Col. H is calculated as follows:

(line 1/1000 less Col. E prior quarter)\*line 13/4 +line 12/4000+line 11/4000

Where A = Loan amount in line 1 less the amount drawn down (Table 5, Col. (E)) in the prior quarter

## NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

12. The inputs shall be estimated based on the current market conditions and is subject to true up for all inputs , e.g., fees, interest rates, spread, and Table 3 once the amounts are known

13. Prior to obtaining long term debt, the cost of debt, will be 3.28%. If NY Transco obtains project financing, the long term debt rate will be determined using the methodology in Attachment 5 and Attachment 5 contains a hypothetical example of the internal rate of return methodology; the methodology will be applied to actual amounts for use in Attachment A. After the first project is placed into service, NY Transco will use the its actual cost of long term debt determined in Attachment 3. The capital structure will be the actual capital structure up to 53% equity.





**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**  
**Attachment 6a - Accumulated Deferred Income Taxes (ADIT) Worksheet (Beginning of Year)**  
**Beginning of Year**

Item		Transmission Related	Plant Related	Labor Related	Total	
1	ADIT-282	-	-	-		From Acct. 282 total, below
2	ADIT-283	-	-	-		From Acct. 283 total, below
3	ADIT-190	-	-	-		From Acct. 190 total, below
4	Subtotal	-	-	-		
5	Wages & Salary Allocator			#DIV/0!		
6	NP		-			
7	Beginning of Year	-	-	#DIV/0!	#DIV/0!	
8	End of year from Attachment 6b, line 7	-	-	#DIV/0!	#DIV/0!	
9	Average of Beginning of Year and End of Year ((7 +8)/2)	-	-	#DIV/0!	#DIV/0!	Enter as negative Appendix A, line 24.

In filling out this attachment, a full and complete description of each item and justification for the allocation to Columns B-F and each separate ADIT item will be listed, dissimilar items with amounts exceeding \$100,000 will be listed separately. For ADIT directly related to project depreciation or CWIP, the balance must shown in a separate row for each project.

	A	B Total	C Gas, Prod Or Other Related	D Transmission Related	E Plant Related	F Labor Related	G Justification
10	ADIT-190						
11a			-	-			
11b			-	-			
11c			-				
11d			-				
11e			-				

12	Subtotal - p234	-	-	-	-	-	
13	Less FASB 109 Above if not separately removed	-					
14	Less FASB 106 Above if not separately removed	-		-			
15	Total	-	-	-	-	-	

Instructions for Account 190:

- 16 1. ADIT items related only to Non-Electric Operations (e.g., Gas, Water, Sewer) or Production are directly assigned to Column C
- 17 2. ADIT items related only to Transmission are directly assigned to Column D
- 18 3. ADIT items related to Plant and not in Columns C & D are included in Column E
- 19 4. ADIT items related to labor and not in Columns C & D are included in Column F
- 20 5. If the item giving rise to the ADIT is not included in the formula, the associated ADIT amount shall be excluded

**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**  
**Attachment 6a - Accumulated Deferred Income Taxes (ADIT) Worksheet (Beginning of Year)**  
**Beginning of Year**

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

	A	B	C	D	E	F	G
		Total	Gas, Prod Or Other Related	Transmission Related	Plant Related	Labor Related	
21	ADIT- 282						Justification
22a	MACRS for plant additions		-	-			Timing difference related to depreciation for TOTS Projects placed in service

[illegible]

--	--	--	--	--	--	--

22b

22c

...

...

...

...

...

...

23	Subtotal - p275	-	-	-	-	-
24	Less FASB 109 Above if not separately removed	-				
25	Less FASB 106 Above if not separately removed	-		-		
26	Total	-	-	-	-	-

Instructions for Account 282:

- 27 1. ADIT items related only to Non-Electric Operations (e.g., Gas, Water, Sewer) or Production are directly assigned to Column C
- 28 2. ADIT items related only to Transmission are directly assigned to Column D
- 29 3. ADIT items related to Plant and not in Columns C & D are included in Column E
- 30 4. ADIT items related to labor and not in Columns C & D are included in Column F
- 31 5. If the item giving rise to the ADIT is not included in the formula, the associated ADIT amount shall be excluded

**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**  
**Attachment 6a - Accumulated Deferred Income Taxes (ADIT) Worksheet (Beginning of Year)**  
**Beginning of Year**

	A	B	C	D	E	F	G
		Total	Gas, Prod Or Other Related	Transmission Related	Plant Related	Labor Related	
32	ADIT-283						
33a	COR	-		-			Cost of removal
33b		-					
33c		-					
33d		-					
33e		-					
...							
...							
...							
...							
...							
...							
34	Subtotal - p277	-	-	-	-	-	
35	Less FASB 109 Above if not separately removed	-		-			
36	Less FASB 106 Above if not separately removed						
37	Total	-	-	-	-	-	

Instructions for Account 283:

[illegible][illegible]

**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**  
**Attachment 6b - Accumulated Deferred Income Taxes (ADIT) Worksheet (End of Year)**  
 End of Year

	Line	Transmission Related	Plant Related	Labor Related	Total
1	1 ADIT-282		-	-	From Acct. 282 total, below
2	2 ADIT-283		-	-	From Acct. 283 total, below
3	3 ADIT-190		-	-	From Acct. 190 total, below
4	4 Subtotal		-	-	
5	5 Wages & Salary Allocator			#DIV/0!	
6	6 NP		-		
7	7 End of Year ADIT		-	#DIV/0!	#DIV/0!

In filling out this attachment, a full and complete description of each item and justification for the allocation to Columns B-F and each separate ADIT item will be listed. dissimilar items with amounts exceeding \$100,000 will be listed separately. For ADIT directly related to project depreciation or CWIP, the balance must be shown in a separate row for each project.

	A	B	C	D	E	F	G
		Total	Gas, Prod Or Other Related	Transmission Related	Plant Related	Labor Related	Justification
8	ADIT-190						
9a		-					
9b		-					
9c		-					
9d		-					
9e		-					
...							
...							
...							
...							
...							
10	Subtotal - p234	-	-	-	-	-	
11	Less FASB 109 Above if not separately removed	-					
12	Less FASB 106 Above if not separately removed	-		-			
13	Total	-	-	-	-	-	

Instructions for Account 190:

- 14 1. ADIT items related only to Non-Electric Operations (e.g., Gas, Water, Sewer) or Production are directly assigned to Column C
- 15 2. ADIT items related only to Transmission are directly assigned to Column D
- 16 3. ADIT items related to Plant and not in Columns C & D are included in Column E
- 17 4. ADIT items related to labor and not in Columns C & D are included in Column F
- 18 5. If the item giving rise to the ADIT is not included in the formula, the associated ADIT amount shall be excluded

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

19 ADIT-282

[illegible]

NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

Application Attachment 1

		Related	Related	Related	Related	Justification
20a	MACRS for plant additions					Timing difference related to depreciation
20b						
20c						
...						
...						
...						
...						
...						
...						
21	Subtotal - p275	-	-	-	-	-
22	Less FASB 109 Above if not separately removed	-				
23	Less FASB 106 Above if not separately removed	-		-		
24	Total	-	-	-	-	-

Instructions for Account 282:

- 25 1. ADIT items related only to Non-Electric Operations (e.g., Gas, Water, Sewer) or Production are directly assigned to Column C
- 26 2. ADIT items related only to Transmission are directly assigned to Column D
- 27 3. ADIT items related to Plant and not in Columns C & D are included in Column E
- 28 4. ADIT items related to labor and not in Columns C & D are included in Column F
- 29 5. If the item giving rise to the ADIT is not included in the formula, the associated ADIT amount shall be excluded

**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**  
**Attachment 6b - Accumulated Deferred Income Taxes (ADIT) Worksheet (End of Year)**  
**End of Year**

	A	B	C	D	E	F	G
		Total	Gas, Prod				
30	ADIT-283		Or Other	Transmission	Plant	Labor	
			Related	Related	Related	Related	
31a	COR						Cost of removal
31b							
31c							
31d							
31e							
...							

...						
...						
...						
...						
32	Subtotal - r277	-	-	-	-	




NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template


Application Attachment 1

33 Less FASB 109 Above if not separately removed  
 34 Less FASB 106 Above if not separately removed  
 35 Total

-  
 -  
 - - -

Instructions for Account 283:

- 36 1. ADIT items related only to Non-Electric Operations (e.g., Gas, Water, Sewer) or Production are directly assigned to Column C  
 37 2. ADIT items related only to Transmission are directly assigned to Column D  
 38 3. ADIT items related to Plant and not in Columns C & D are included in Column E  
 39 4. ADIT items related to labor and not in Columns C & D are included in Column F  
 40 5. If the item giving rise to the ADIT is not included in the formula, the associated ADIT amount shall be excluded

**Attachment 7 - Example of True-Up Calculation (Note 3)**  
**HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

2017		2017		Over (Under)
Revenue Requirement Billed (Note 1)		Actual Revenue Requirement (Note 2)		Recovery
\$2,164,047	Less	\$2,164,047	<b>Equals</b>	\$0

Interest Rate on Amount of Refunds or Surcharges	Over (Under) Recovery Plus Interest	Monthly Interest Rate on Attachment 7a 0.4225%	Months	Calculated Interest	Amortization	Surcharge (Refund) Owed
--	--	--	--------	---------------------	--------------	----------------------------

An over or under collection will be recovered prorata over year collected, held for one year and returned prorata over next year. If the first year is a partial year, the true-up (over or under recovery per month and interest calculation) will reflect only the number of months for which the rate was charged.

**Calculation of Interest**

					Monthly	
January	Year 2017	-	0.4225%	12	-	-
February	Year 2017	-	0.4225%	11	-	-
March	Year 2017	-	0.4225%	10	-	-
April	Year 2017	-	0.4225%	9	-	-
May	Year 2017	-	0.4225%	8	-	-
June	Year 2017	-	0.4225%	7	-	-
July	Year 2017	-	0.4225%	6	-	-
August	Year 2017	-	0.4225%	5	-	-
September	Year 2017	-	0.4225%	4	-	-
October	Year 2017	-	0.4225%	3	-	-
November	Year 2017	-	0.4225%	2	-	-
December	Year 2017	-	0.4225%	1	-	-
January through December	Year 2018	-	0.4225%	12	-	-

**Over (Under) Recovery Plus Interest Amortized and Recovered Over 12 Months**

					Monthly	
January	Year 2019	-	0.4225%	-	-	-
February	Year 2019	-	0.4225%	-	-	-
March	Year 2019	-	0.4225%	-	-	-
April	Year 2019	-	0.4225%	-	-	-
May	Year 2019	-	0.4225%	-	-	-
June	Year 2019	-	0.4225%	-	-	-
July	Year 2019	-	0.4225%	-	-	-
August	Year 2019	-	0.4225%	-	-	-
September	Year 2019	-	0.4225%	-	-	-
October	Year 2019	-	0.4225%	-	-	-
November	Year 2019	-	0.4225%	-	-	-
December	Year 2019	-	0.4225%	-	-	-

Total Amount of True-Up Adjustment	\$	-
Less Over (Under) Recovery	\$	-
Total Interest	\$	-

Note 1: Revenue requirements billed is input, source data are the invoices from NYISO. The amounts exclude any true ups or prior period adjustments. Note 2: The actual revenue requirement is input from Attachment 4, line 66, column p. The amounts exclude any true-ups or prior period adjustments. Note 3: This "Example" sheet will be populated with actuals and used in each year's annual true-up calculation.

**True-Up Interest Calculation**

Attachment 7a  
Page 2

			Pursuant to 18 C.F.R. Section 18.35.19 (a)
	<b>FERC Quarterly Interest Rate</b>		
1	Qtr 3 (Previous Year)		4.69%
2	Qtr 4 (Previous Year)		4.96%
3	Qtr 1 (Current Year)		5.18%
4	Qtr 2 (Current Year)		5.45%
5	Average of the last 4 quarters	(Lines 1-4 / 4)	5.07%
6	Interest Rate Used for True-up adjustment (Note B)		0.0507
7	Monthly Interest Rate for Attachment 7	(Line 6 / 12)	0.0042

**Attachment 8 - Depreciation and Amortization Rates  
HURLEY AVENUE PROJECT - SYSTEM DISTRIBUTION UPGRADE**

Account Number	FERC Account	Rate (Annual) Percent
<b>TRANSMISSION PLANT</b>		
1 350.1	Land Rights	
2 352	Structures and Improvements	0.13
3 353	Station Equipment	0.38
4 354	Towers and Fixtures	
5 355	Poles and Fixtures	0.91
6 356	Overhead Conductor and Devices	0.50
7 357	Underground Conduit	
8 358	Underground Conductor and Devices	
9 356.3	Smart Wire Device	2.50
10 <b>PRODUCTION PLANT</b>	All Accounts	
11 <b>DISTRIBUTION PLANT</b>	All Accounts	
<b>GENERAL PLANT</b>		
12 390	Structures & Improvements	
13 391	Office Furniture & Equipment	
14 392	Transportation Equipment	
15 393	Stores Equipment	
16 394	Tools, Shop & Garage Equipment	
17 395	Laboratory Equipment	
18 396	Power Operated Equipment	
19 397	Communication Equipment	

20 398

Miscellaneous Equipment

**INTANGIBLE PLANT**



Application Attachment 1

21303	Miscellaneous Intangible Plant	
	5 Yr	
	7 Yr	
	10 Year	
	15 year	
	Transmission facility Contributions in Aid of Construction	Note 1

These depreciation and amortization rates will not change absent the appropriate filing at FERC.

Note 1: The Contribution in Aid of Construction (CIAC) made for this project is assumed to be applied to offset all transmission plant categories with the remaining balance in account 35x for the new Smart Wire Devices for the purposes of calculating rate base and depreciation to be recovered.

## Application Attachment 1

### Regulatory Assets

\*\*All amortizations of the Regulatory Asset are to be booked to Account 566

### Abandoned Plant

\* Non-zero values in these columns may only be established per FERC order.

## Land Held for Future Use (LHFU)

CWIP in Rate Base

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NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

7a  
8 Total (sum lines 7a-7d) 0.0%  
Total CWP in Rate Base

Change to recovery percent in Column (f) requires FERC order

Actual Additions by FERC Account									
The total of these additions should total the additions reported in the FERC Form No. 1 on page 206, lines 48 to 56									






NYISO Tariffs --> Open Access Transmission Tariff (OATT) --> 6 OATT Rate Schedules --> 6.12.5.2.1 OATT Schedule 12 - Formula Rate Template

Application Attachment 1

[illegible]

			-
			-
			-
Ex			-
10	Total (sum lines Sa-Sx)		2.557.690

Intangible Asset	Plant Detail		Source	Service Life	Amount
	The Total	Description			
11a			Company Records		
11b			Company Records		
11c			Company Records		
...			Company Records		
			Company Records		

[illegible]

12m	-
13n	-
13o	-
13p	-
13q	-
13r	-
13s	-
13t	-
13u	-
13x	-
14 Total	(sum lines 13a-13x)