

October 15, 2025

To: Parties to FERC Docket No. ER15-303-000**Re: American Transmission Systems, Incorporated
PJM Open Access Transmission Tariff, Attachment H-21
Projected Transmission Revenue Requirement for Rate Year 2026**

Pursuant to Section II.D of the Formula Rate Implementation Protocols (“Protocols”) set forth in Attachment H-21B of the PJM Interconnection, L.L.C. (“PJM”) Open Access Transmission Tariff (“OATT”), American Transmission Systems, Incorporated (“ATSI”) is submitting its Projected Transmission Revenue Requirement for Rate Year 2026 (“2026 PTRR”) to PJM for posting.

The 2026 PTRR was developed pursuant to the ATSI formula rate as set forth in Attachment H-21 of the PJM OATT. ATSI has asked PJM to post a copy of the 2026 PTRR to the transmission service formula rates section of its internet site, located at:

<http://www.pjm.com/markets-and-operations/billing-settlements-and-credit/formula-rates.aspx>

The 2026 PTRR reflects a change in the treatment of ATSI’s Accumulated Deferred Income Taxes (“ADIT”) associated with certain net operating loss carryforwards to comply with IRS normalization rules. This change consists of adjustments to include incremental protected net operating loss carryforward ADIT in rate base as well as remeasurement of ATSI’s Excess/Deficient ADIT (“EDIT”). These adjustments are required to avoid jeopardizing ATSI’s ability to use accelerated depreciation in the future in conformance with the IRS normalization rules, and are consistent with FERC’s June 30, 2025 orders in Dockets ER17-405, *et al.*¹ and ER18-194, *et al.*²

Pursuant to Section II.I of the Protocols, ATSI will hold an open meeting among Interested Parties (“Annual Projected Rate Meeting”) no earlier than ten (10) business days following this posting and no later than November 15. No fewer than seven (7) days prior to such Annual Projected Rate Meeting, ATSI will provide notice on PJM’s website of the time, date, and webcast registration information of the Annual Projected Rate Meeting.

¹ *Appalachian Power Co., et al.*, 191 FERC ¶ 61,238 (2025).

² *AEP Okla. Transmission Co., et al.*, 191 FERC ¶ 61,239 (2025).