

Formula Rate Index
DesertLink, LLC
Table of Contents

Formula Rate Template

Attachments:

Attachment No	Worksheet Name
1	Project Revenue Requirement Worksheet
2	Incentive Return
3	Formula Rate True-Up
4	Rate Base Worksheet
5	Return on Rate Base Worksheet
6	Interest on True-Up
6A	True-Up Interest Rate Calculator
7	Weighted Average Federal and State Income Tax Rates
8	Cost of Debt Prior to Issuing Non-Construction Financing
9	True-Up - Construction Financing Cost of Debt
10	Depreciation Rates
11	Prior Period Adjustments
12	Revenue Credit Detail

Rate Formula Template
 Utilizing FERC Form 1 Data
 DesertLink, LLC

Projected ATRR For the 12 months ended
 12/31/2020

Line No.	(1)	(2)	(3)	(4)	(5)
		Source			Allocated Amount
1	GROSS REVENUE REQUIREMENT, without incentives	(Page 3, Line 49)			\$ 20,583,443
	REVENUE CREDITS	(Note A)	Total	Allocator (W)	
2	Account No. 454	(Page 4, Line 20)	-	TP 1.0000	\$ -
3	Account No. 456.1	(Page 4, Line 21)	-	TP 1.0000	\$ -
4	Revenues from Grandfathered Interzonal Transactions	(Note B)	-	TP 1.0000	\$ -
5	Revenues from service provided by the ISO at a discount		-	TP 1.0000	\$ -
6	TOTAL REVENUE CREDITS	(Sum of Lines 2 through 5)	-		\$ -
7	Prior Period Adjustments	Attachment 11, Line 18, Col. B	-	DA 1.0000	\$ -
8	True-up Adjustment with Interest	Attachment 3, Line 9, Col. J	-	DA 1.0000	\$ -
9	NET ANNUAL TRANSMISSION REVENUE REQUIREMENT (Line 1 less Line 6 plus Lines 7 and 8)				\$ 20,583,443

Rate Formula Template
Utilizing FERC Form 1 Data
DesertLink, LLC

For the 12 months ended
12/31/2020

Line No.	(1) RATE BASE: (Note R)	(2) Source	(3) Company Total	(4) Allocator (W)	(5) Transmission (Col 3 times Col 4)
	GROSS PLANT IN SERVICE	Note C			
1	Production	205.46.g for end of year, records for other months	-	N/A	-
2	Transmission	Attachment 4, Line 14, Col. (b)	133,475,554	TP 1.0000	133,475,554
3	Distribution	207.75.g for end of year, records for other months	-	N/A	-
4	General & Intangible	Attachment 4, Line 14, Col. (c)	33,427,179	WS 1.0000	33,427,179
5	TOTAL GROSS PLANT	(Sum of Lines 1 through 4)	166,902,733	GP= 1.0000	166,902,733
6	ACCUMULATED DEPRECIATION	Note C			
7	Production	219.20-24.c for end of year, records for other months	-	N/A	-
8	Transmission	Attachment 4, Line 14, Col. (h)	1,862,120	TP 1.0000	1,862,120
9	Distribution	219.26.c for end of year, records for other months	-	N/A	-
10	General & Intangible	Attachment 4, Line 14, Col. (i)	349,656	WS 1.0000	349,656
11	TOTAL ACCUM. DEPRECIATION	(Sum of Lines 7 through 10)	2,211,776		2,211,776
12	NET PLANT IN SERVICE				
13	Production	(Line 1 - Line 7)	-		-
14	Transmission	(Line 2 - Line 8)	131,613,433		131,613,433
15	Distribution	(Line 3 - Line 9)	-		-
16	General & Intangible	(Line 4 - Line 10)	33,077,523		33,077,523
17	TOTAL NET PLANT	(Sum of Lines 13 through 16)	164,690,956	NP= 1.0000	164,690,956
18	ADJUSTMENTS TO RATE BASE				
19	Account No. 281 (enter negative)	Attachment 4, Line 28, Col. (d) (Note D)	-	N/A	-
20	Account No. 282 (enter negative)	Attachment 4, Line 28, Col. (e) (Note D)	(1,616,054)	NP 1.0000	(1,616,054)
21	Account No. 283 (enter negative)	Attachment 4, Line 28, Col. (f) (Note D)	-	NP 1.0000	-
22	Account No. 190	Attachment 4, Line 28, Col. (g) (Note D)	-	NP 1.0000	-
23	Account No. 255 (enter negative)	Attachment 4, Line 28, Col. (h) (Note D)	-	NP 1.0000	-
24	Unfunded Reserves (enter negative)	Attachment 4, Line 43, Col. (h)	-	DA 1.0000	-
25	CWIP	Attachment 4, Line 14, Col. (d)	-	DA 1.0000	-
26	Unamortized Regulatory Asset	Attachment 4, Line 28, Col. (b) (Note E)	-	DA 1.0000	-
27	Unamortized Abandoned Plant	Attachment 4, Line 28, Col. (c) (Note F)	-	DA 1.0000	-
28	TOTAL ADJUSTMENTS	(Sum of Lines 19 through 27)	(1,616,054)		(1,616,054)
29	LAND HELD FOR FUTURE USE	Attachment 4, Line 14, Col. (e) (Note G)	-	TP 1.0000	-
30	WORKING CAPITAL	Note H			
31	Cash Working Capital	1/8*(Page 3, Line 17 minus Page 3, Line 14)	236,354		236,354
32	Materials & Supplies	Attachment 4, Line 14, Col. (f)	506,998	TP 1.0000	506,998
33	Prepayments (Account 165)	Attachment 4, Line 14, Col. (g)	168,601	GP 1.0000	168,601
34	TOTAL WORKING CAPITAL	(Sum of Lines 31 through 33)	911,952		911,952
35	RATE BASE Formula Rate - Non-Levelized	(Sum of Lines 17, 28, 29, and 34)	163,986,854		163,986,854

Rate Formula Template
Utilizing FERC Form 1 Data
DesertLink, LLC

For the 12 months ended
12/31/2020

Line No.	(1)	(2) Source	(3) Company Total	(4) Allocator (W)	(5) Transmission (Col 3 times Col 4)
	O&M				
1	Transmission	321.112.b	893,417	TP 1.0000	893,417
2	Less Account 566 (Misc Trans Expense)	321.97.b	5,000	TP 1.0000	5,000
3	Less Account 565	321.96.b	-	TP 1.0000	-
4	A&G	323.197.b	997,414	WS 1.0000	997,414
5	Less FERC Annual Fees	351.h (Note I)	-	WS 1.0000	-
6	Less EPRI Dues	Note J	-	WS 1.0000	-
7	Less Reg. Commission Expense Account 928	Note J	18,400	WS 1.0000	18,400
8	Less: Non-safety Advertising account 930.1	Note J	-	WS 1.0000	-
9					
10	Plus Transmission Related Reg. Comm. Exp.	Note K	18,400	TP 1.0000	18,400
11					
12	Plus Transmission Lease Payments in Acct 565	Note V	-	DA 1.0000	-
13	Account 566				
14	Amortization of Regulatory Asset	Note E	-	DA 1.0000	-
15	Misc. Transmission Expense (less amort. of regulatory asset)	321.97.b less line 14	5,000	TP 1.0000	5,000
16	Total Account 566	(Sum of Lines 14 through 15) Ties to 321.97b	5,000		5,000
17	TOTAL O&M	(Sum of Lines 1, 4, 10, 12, and 16 less Sum of Lines 2, 3, and 5 through 8)	1,890,831		1,890,831
18	DEPRECIATION EXPENSE	Note C			
19	Transmission	336.7.b&d	3,248,709	TP 1.0000	3,248,709
20	General & Intangible	336.10.b&d, 336.1.b&d	699,312	WS 1.0000	699,312
21	Amortization of Abandoned Plant	Note F	-	DA 1.0000	-
22	TOTAL DEPRECIATION	(Sum of Lines 19 through 21)	3,948,021		3,948,021
23	TAXES OTHER THAN INCOME TAXES (Note M)				
24	LABOR RELATED				
25	Payroll	263.i	41,990	WS 1.0000	41,990
26	Highway and vehicle	263.i	-	WS 1.0000	-
27	PLANT RELATED				
28	Property	263.i	871,884	GP 1.0000	871,884
29	Gross Receipts	263.i	-	N/A -	-
30	Other	263.i	-	GP 1.0000	-
31	Payments in lieu of taxes	263.i	-	GP 1.0000	-
32	TOTAL OTHER TAXES	(Sum of Lines 25 through 31)	913,874		913,874
33	INCOME TAXES (Note N)	Note N			
34	$T=1 - \frac{[(1 - SIT) * (1 - FIT)]}{(1 - SIT * FIT * p)}$		27.98%		
35	$CIT=(T/1-T) * (1-(WCLTD/R)) =$	WCLTD = Page 4, Line 15, R = Page 4, Line 18	29.36%		
36	FIT & SIT & P				
37					
38	$1 / (1 - T) =$ (from line 35)	$1 / (1 - T)$, T from Line 35	1.3886		
39	Amortized Investment Tax Credit	266.8f (enter negative) (Note D)	-		
40	Excess Deferred Income Taxes	Company books and records	-		
41	Tax Effect of Permanent Differences	Note O	52,638		
42	Income Tax Calculation	(Line 35 times Line 48)	3,122,319	N/A	3,122,319
43	ITC adjustment	(Line 38 times Line 39)	-	NP 1.0000	-
44	Excess Deferred Income Tax Adjustment	(Line 38 times Line 40)	-	NP 1.0000	-
45	Permanent Differences Tax Adjustment	(Line 38 times Line 41)	73,091	NP 1.0000	73,091
46	Total Income Taxes	(Sum of Lines 42 through 45)	3,195,411		3,195,411
47	RETURN				
48	Rate Base times Return	(Page 2, Line 35 times Page 4, Line 18)	10,635,306	N/A -	10,635,306
49	GROSS REVENUE REQUIREMENT	(Sum of Lines 17, 22, 32, 46, and 48)	20,583,443		20,583,443

For the 12 months ended
12/31/2020

Line No.	(1)	(2)	(3)	(4)	(5)
SUPPORTING CALCULATIONS AND NOTES					
TRANSMISSION PLANT INCLUDED IN ISO RATES					
1	Total Transmission plant	(Page 2, Line 2, Col. 3)			133,475,554
2	Less Transmission plant excluded from ISO rates	(Note P)			-
3	Less Transmission plant included in OATT Ancillary Service rates	(Note S)			-
4	Transmission plant included in ISO rates	(Line 1 minus Lines 2 and 3)			133,475,554
5	Percentage of Transmission plant included in ISO Rates	(Line 4 divided by Line 1)		TP =	1.00
6	WAGES & SALARY ALLOCATOR (W&S)				
		<u>Form 1 Reference</u>	<u>\$</u>	<u>TP</u>	<u>Allocation</u>
7	Production	354.20.b	-	-	-
8	Transmission	354.21.b	-	1.00	-
9	Distribution	354.23.b	-	-	-
10	Other	354.24,25,26.b	-	-	-
					W&S Allocator (\$ / Allocation)
11	Total (W&S Allocator is 1 if lines 7-10 are zero)	(Sum of Lines 7 through 10)	-	-	= 1.00000 = WS
12	RETURN (R)				
13					
14			<u>\$</u>	<u>%</u>	<u>Cost</u>
15	Long Term Debt	Attachment 5, Line 8 (Notes Q & R)	102,463,817	50.0%	3.17%
16	Preferred Stock (112.3.c)	Attachment 5, Line 9 (Notes Q & R)	-	0.0%	0.00%
17	Common Stock	Attachment 5, Line 10 (Notes Q, R, and T)	102,463,817	50.0%	9.80%
18	Total	(Sum of Lines 15 through 17)	204,927,635		6.49% = R
19	REVENUE CREDITS				
					<u>\$</u>
20	ACCOUNT 454 (RENT FROM ELECTRICPROPERTY)	Attachment 12, Line 8, Col. C (Note U)			-
21	ACCOUNT 456.1 (OTHER ELECTRIC REVENUES)	Attachment 12, Line 18, Col. C (Note A)			-

Rate Formula Template
Utilizing FERC Form 1 Data
DesertLink, LLC

For the 12 months ended
12/31/2020

General Note: References to pages in this formula rate template are indicated as: (Page #, Line #, Col. #)
References to data from FERC Form 1 are indicated as: #.y.x (page, line, column)

Notes

- A The revenues credited on page 1, lines 2-6, shall include only the amounts received by DesertLink for service rendered using facilities for which recovery is provided under this tariff. They do not include revenues associated with FERC annual charges, gross receipts taxes, or facilities not included in this template (e.g., direct assignment facilities and GSUs) which are not recovered under this Rate Formula Template.
 - B Company will not have any grandfathered agreements. Therefore, this line shall remain zero.
 - C Plant In Service, Accumulated Depreciation, and Depreciation Expenses shall exclude Asset Retirement Obligation amounts.
 - D Balances in Accounts 190, 281, 282 and 283 classified in the FERC Form 1 as Electric-related, as adjusted by any amounts in contra accounts identified as regulatory assets or liabilities related to FASB 106 or 109. Balance of Account 255 will be reduced by prior flow throughs and excluded if the utility chooses to utilize amortization of tax credits against taxable income. Account 281 is not allocated to Transmission.
 - E Recovery of Regulatory Asset permitted only for pre-commercial and formation expenses as authorized by the Commission. Recovery of any other regulatory assets requires authorization from the Commission. A carrying charge equal to the AFUDC rate will be applied to the Regulatory Asset prior to the rate year when costs are first recovered.
 - F Unamortized Abandoned Plant and Amortization of Abandoned Plant will be zero until the Commission accepts or approves recovery of the cost of Abandoned Plant. Utility must submit a Section 205 filing to recover the cost of abandoned
 - G Identified in FERC Form 1, or Company records if not so indicated on the FERC Form 1, as being transmission related.
 - H Cash Working Capital assigned to transmission is one-eighth of O&M allocated to transmission at page 3, line 17, column 5 minus amortization of Regulatory Asset at page 3, line 14, column 5. Prepayments are the electric related prepayments booked to Account No. 165 and reported on page 111, line 57 in the Form 1.
 - I The FERC's annual charges for the year assessed the Transmission Owner for service under this tariff. To the extent the charges are separately identified on the FERC Form 1, page 350, column 1, the line number will be added to the source in
 - J Page 3, Line 6 - Subtract all EPRI Annual Membership Dues listed in Form 1 at 353.f, all Regulatory Commission Expenses in account 928 itemized at 351.h, and non-safety related advertising included in Account 930.1.
 - K Page 3, Line 8-Add back Regulatory Commission Expenses directly related to transmission service, ISO filings, or transmission siting itemized at 351.h.
 - M Includes only FICA, unemployment, highway, property, 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
 - N FIT is the weighted average Federal income tax rate and SIT is the weighted average State income tax rate, both from Attachment 7, and p is the "the percentage of federal income tax deductible for state income taxes". 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, must reduce its income tax expense by the amount of the Amortized Investment Tax Credit (Form 1, 266.8.f) multiplied by (1/(1-T)) (page 3, line 26). Excess Deferred Income Taxes reduce income tax expense by the amount of the expense multiplied by (1/(1-T)).
- | | | | |
|------------------|-------|-------|-----------------------------------------------------------------------------|
| Inputs Required: | FIT = | 21.0% | (Weighted Average Federal Income Tax Rate (Attachment 7, line 4, col. (i))) |
| | SIT = | 8.84% | (Weighted Average State Income Tax Rate (Attachment 7, line 8, col. (i))) |
| | p = | 0.0% | (Percent of federal income tax deductible for state purposes) |
- O The Tax Effect of Permanent Differences captures the differences in the income taxes due under the Federal and State calculations and the income taxes calculated in Appendix III that are not the result of a timing difference. Tax Effect equals Permanent Differences multiplied by T.
 - P Removes transmission plant determined by Commission order to be state-jurisdictional according to the seven-factor test (until Form 1 balances are adjusted to reflect application of seven-factor test).
 - Q The cost of debt will be determined based on the financing in place during each stage of project development. Before debt is obtained, a proxy interest rate which will be supported in the original Section 205 filing will be used. This rate is
 - R Calculate rate base using 13 month average balance, except ADIT. The calculation of ADIT in the annual true-up calculation will use the beginning-of-year and end-of-year balances, and will be performed in accordance with IRS regulation Section 1.167(l)-1(h)(6). The calculation of ADIT in the annual projection will be performed in accordance with IRS Regulation Section 1.167(l)-1(h)(6).
 - S Removes dollar amount of transmission plant to be included in the development of OATT ancillary services rates and generation step-up facilities, which are deemed to be included in OATT ancillary services. For these purposes, generation step-
 - T The rate of return on common equity ("ROE") will be supported in the original Section 205 filing and shall, at no time during the life of the Project, be higher than 9.8%, including adders. No change in ROE may be made absent a filing with
 - U Includes only income related to transmission facilities, such as pole attachments, rentals and special use from general ledger.
 - V Add back any lease expense of transmission assets used to provide service under this tariff included in account 565. Amount to be obtained from company books and records.
 - W DA = Direct Assignment; GP = Gross Plant Allocator (page 2, line 5); N/A = Not Applicable; NP = Net Plant Allocator (page 2, line 17); TP = Transmission Plant Allocator (page 4, line 5); WS = Wage and Salary Allocator (page 4, line 11).

Attachment 1
 Project Revenue Requirement Worksheet
 DesertLink, LLC

To be completed in conjunction with Appendix III.

Line No.	(1)	(2) <u>Appendix III, Page, Line, Col.</u>	(3) <u>Transmission</u>	(4) <u>Allocator</u>
1	Gross Transmission Plant plus CWIP	Appendix III, p 2, line 2, col 5 plus line 25, col 5 (Note A)	133,475,554	
2	Net Transmission Plant plus CWIP and Abandoned Plant	Appendix III, p 2, line 14, col 5 plus line 25 & 27, col 5 (Note B)	131,613,433	
O&M EXPENSE				
3	Total O&M Allocated to Transmission	Appendix III, p 3, line 17, col 5	1,890,831	
4	Annual Allocation Factor for O&M	(line 3 divided by line 1, col 3)	1.42%	1.42%
GENERAL AND INTANGIBLE (G&I) DEPRECIATION EXPENSE				
5	Total G&I Depreciation Expense	Appendix III, p 3, line 20, col 5 (Note C)	699,312	
6	Annual Allocation Factor for G&I Depreciation Expense	(line 5 divided by line 1, col 3)	0.52%	0.52%
TAXES OTHER THAN INCOME TAXES				
7	Total Other Taxes	Appendix III, p 3, line 32, col 5	913,874	
8	Annual Allocation Factor for Other Taxes	(line 7 divided by line 1, col 3)	0.68%	0.68%
9	Less Revenue Credits	Appendix III, p 1, line 6 col 5	-	
10	Annual Allocation Factor for Revenue Credits	(line 9 divided by line 1, col 3)	0.00%	0.00%
11	Annual Allocation Factor for Expense	Sum of lines 4, 6, 8, and 10		2.63%
INCOME TAXES				
12	Total Income Taxes	Appendix III, p 3, line 46, col 5	3,195,411	
13	Annual Allocation Factor for Income Taxes	(line 12 divided by line 2, col 3)	2.43%	2.43%
RETURN				
14	Return on Rate Base	Appendix III, p 3, line 48, col 5	10,635,306	
15	Annual Allocation Factor for Return on Rate Base	(line 14 divided by line 2, col 3)	8.08%	8.08%
16	Annual Allocation Factor for Return	Sum of lines 13 and 15		10.51%

Attachment 1
 Project Revenue Requirement Worksheet
 DesertLink, LLC

This worksheet is used to compute project specific revenue requirements for any projects for which such calculation is required by CAISO. Other projects which comprise the remaining revenue requirement on Appendix III will not. Any hypothetical amounts or project names in a filed template will be removed and replaced with actual amounts in the first year actual values are available without the need for a section 205 filing to modify the template.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)		
Line No.	Project Name	CAISO Category	Identifier	Project Gross Plant	Annual Allocation Factor for Expense	Annual Expense Charge	Project Net Plant	Annual Allocation Factor for Return	Annual Return Charge
				(Note D)	(Page 1, line 11)	(Col. 3 * Col. 4)	(Note E)	(Page 1, line 16)	(Col. 6 * Col. 7)
1a	Harry Allen to Eldorado	Schedule 3	DSLK	133,475,554	2.63%	3,504,016.94	\$ 131,613,433	10.51%	13,830,716
1b	Project B		BBBB	-	2.63%	-	\$ -	10.51%	-
2	Total Schedule 12			133,475,553.79		3,504,016.94	\$ 131,613,433		13,830,716
3a	Project C		CCCC	-	2.63%	-	\$ -	10.51%	-
3b	Project D		DDDD	-	2.63%	-	\$ -	10.51%	-
4	Total Zonal			-		-	\$ -		-
5	Other			-	2.63%	-	\$ -	10.51%	-
6	Annual Totals			133,475,553.79		3,504,016.94	\$ 131,613,433		13,830,716

Attachment 1
 Project Revenue Requirement Worksheet
 DesertLink, LLC

	(9)	(10)	(11)	(12)	(12a)	(13)	(14)	(15)	(16)
Line No.	Project Depreciation/Amortization Expense	Annual Revenue Requirement	Incentive Return in Basis Points	Incentive Return	Ceiling Rate	Competitive Concession	Total Annual Revenue Requirement	True-Up Adjustment	Net Revenue Requirement
	(Note F)	(Sum Col. 5, 8 & 9)	(Note G)	(Attachment 2, Line 28 Incentive Return * Col. 6 * Col. 11/100)	(Sum Col. 10 & 12)	(Note H)	(Sum Col. 10 & 12 Less Col. 13)	(Note I)	(Sum Col. 14 & 15)
1a	3,248,709	20,583,443	-	-	20,583,443	-	20,583,443	-	20,583,443
1b	-	-	-	-	-	-	-	-	-
2	3,248,709	20,583,443	-	-	20,583,443	-	20,583,443	-	20,583,443
3a	-	-	-	-	-	-	-	-	-
3b	-	-	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-	-	-
6	3,248,709	20,583,443	-	-	20,583,443	-	20,583,443	-	20,583,443

Notes

- A Gross Transmission Plant is that identified on page 2 line 2 of Appendix III inclusive of any CWIP or unamortized abandoned plant included in rate base when authorized by FERC order.
- B Net Plant is that identified on page 2 line 14 of Appendix III inclusive of any CWIP or unamortized Abandoned Plant included in rate base when authorized by FERC order less any prefunded AFUDC, if applicable.
- C General and Intangible Depreciation and Amortization Expense includes all expenses (except depreciation and amortization of G&I Asset Retirement Obligations) not directly associated with a project, which is entered on page 3 ,
- D Project Gross Plant is the total capital investment including CWIP for the project calculated from Company books and records in the same method as the gross plant value in line 1. This value includes subsequent capital
- E Project Net Plant is the Project Gross Plant Identified in Column 3 less the associated Accumulated Depreciation plus CWIP in rate base if applicable and Unamortized Abandoned Plant.
- F Project Depreciation Expense is the actual value booked for the project (excluding General and Intangible depreciation) at Appendix III, page 3, line 19, plus amortization of Abandoned Plant at Appendix III, page 3, line 21.
- G Requires approval by FERC of incentive return applicable to the specified project(s).
- H The Competitive Concession is the reduction in revenue, if any, that the company agreed to, for instance, to be selected to build facilities as the result of a competitive process and equals the amount by which the annual revenue
- I True-Up Adjustment is calculated on the Project True-up Schedule for the relevant true-up year.

Attachment 2
 Incentive Return
 DesertLink, LLC

Line	Rate Base	Appendix III, Page 2, Line 35, Col.5					163,986,854
2	100 Basis Point Incentive Return					\$	
			\$	%	Cost	Weighted	
3	Long Term Debt	(Notes Q & R from Appendix III)	102,463,817	50.00%	3.17%	1.59%	
4	Preferred Stock	(Notes Q & R from Appendix III)	-	0.00%	0.00%	0.00%	
	Common Stock	(Notes Q, R, & T from Appendix III)	102,463,817	50.00%	10.80%	5.40%	
5		Cost = Appendix III, Page 4, Line 17, plus 100 bp					
6	Total (sum lines 3-5)		204,927,635			6.99%	
7	100 Basis Point Incentive Return multiplied by Rate Base (line 1 * line 6)						11,455,240
8	INCOME TAXES						
9	$T=1 - \{[(1 - SIT) * (1 - FIT)] / (1 - SIT * FIT * p)\} =$		27.98%				
10	$CIT=(T/1-T) * (1-(WCLTD/R)) =$		30.04%				
11	WCLTD	Line 3	1.59%				
12	FIT, SIT & p are as given in Appendix III footnote N.						
13	$1 / (1 - T)$	Line 9	1.3886				
14	Amortized Investment Tax Credit (266.8f) (enter negative)	Appendix III, Page 3, Line 39	-				
15	Excess Deferred Income Taxes (enter negative)	Appendix III, Page 3, Line 40	-				
16	Tax Effect of Permanent Differences (Note B)	Appendix III, Page 3, Line 41	52,637.77				
17	Income Tax Calculation	Line 7 times Line 10				3,440,923	
18	ITC adjustment	Line 13 times Line 14	-		NP 1.00	-	
19	Excess Deferred Income Tax Adjustment	Line 13 times Line 15	-		NP 1.00	-	
20	Permanent Differences Tax Adjustment	Line 13 times Line 16	73,091.37		NP 1.00	73,091.37	
21	Total Income Taxes	Sum of Lines 17 through 20	73,091.37			3,514,014	3,514,014
22	Return and Income Taxes with 100 basis point increase in ROE						14,969,254
23	Return	(Appendix III, page 3, line 48, col 5)					10,635,306
24	Income Tax	(Appendix III, page 3, line 46, col 5)					3,195,411
25	Return and Income Taxes without 100 basis point increase in ROE	Sum of Lines 23 and 24					13,830,716
26	Incremental Return and Income Taxes for 100 basis point increase in ROE	Line 22 less Line 25					1,138,538
27	Rate Base	Line 1					163,986,854
28	Incremental Return and Income Taxes for 100 basis point increase in ROE divided by Rate Base	Line 26 divided by Line 27					0.69%

Notes

- A The 100 basis point increase in ROE is used only to determine the increase in return and income taxes associated with a 100 basis point increase in ROE and does not reflect what incentives the Commission
- B The Tax Effect of Permanent Differences captures the differences in the income taxes due under the Federal and State calculations and the income taxes calculated in Appendix III that are not the result of a timing difference.

Attachment 3
 Formula Rate True-Up
 DesertLink, LLC

This Attachment 3 is used to calculate the annual formula rate true-up. Any projects for which the RTO requires a true-up on an individual project basis, as shown on Attachment 1, will be computed separately. The remainder of the Any hypothetical amounts or project names in a filed template will be removed and replaced with actual amounts in the first year actual values are available without the need for a section 205 filing to modify the template.

Line	True-Up Year			Projected True-Up Year Revenue Requirement Calculation		True-Up Year Revenue Received ¹	Actual True-Up Year Revenue Req.	Annual True-Up Calculation			
	A		B	C	D	E	F	G	H	I	J
	Project Name	CAISO Identification	Project # Or Other Identifier	Net Revenue Requirement ²	% of Total Revenue Requirement	Allocation of Revenue Received (E, Line 2) x (D)	True-Up Net Revenue Requirement ³	Net Under/(Over) Collection (F)-(E)	True-Up Interest Income (Expense) ⁴ (D) x (H, line 10)	Prior Period Adjustment with Interest ⁵	Total True-Up (G) + (H) + (I)
1	True-Up Year										
2	2018					-					
3	Remaining Appendix III				0	0		-	\$ -		-
4a	Harry Allen to Eldorado	Schedule 3	DSLK	20,583,443	100.0%	-	20,583,443	20,583,443	\$ -		20,583,443
4b	Project B		BBBB	-	0.0%	-	-	-	\$ -		-
5	Total Schedule 12			20,583,443		-	20,583,443	20,583,443	\$ -		20,583,443
6a	Project C		CCCC	-	0	-	-	-	\$ -		-
6b	Project D		DDDD	-	0.0%	-	-	-	\$ -		-
7	Total Zonal			-		-	-	-	\$ -		-
8	Other			-	0	-	-	-	\$ -		-
9	Total Annual Revenue Requirements			20,583,443	100.0%	-	20,583,443	20,583,443	-	0	20,583,443

\$ - Total Interest on True-Up - Attachment 6

Prior Period Adjustment

A	B
Prior Period Adjustment (Note 5)	Adjustment Amount
Description of Adjustment	-
	Attachment 11

Notes

- 1) The revenue received is the total amount of revenue distributed to company in the year as shown on pages 328-330 of the Form No 1. The Revenue Received is input on line 2, Col. E.
- 2) From the Attachment 1, lines 1a through 6, col. 16 from the template in which the true-up year revenue requirement was initially projected.
- 3) From True-Up revenue requirement template Attachment 1, lines 1a through 6, col. 14.
- 4) Interest due on the true up is calculated for the 24 month period from the start of the true-up year until the end of the year following the true-up year when the true up will be included in rates. Total True up Interest calculate on
- 5) Corrections to true-ups for previous rate years including interest will be computed on Attachment 11 and entered on the appropriate line 3-8 above.

Attachment 4
Rate Base Worksheet
DesertLink, LLC

Line No	Month (a)	Gross Plant in Service		CWIP	LHFFU	Working Capital		Accumulated Depreciation	
		Transmission (b)	General & Intangible (c)	CWIP in Rate Base (d)	Held for Future Use (e)	Materials & Supplies (f)	Prepayments (g)	Transmission (h)	General & Intangible (i)
		207.58.g less 207.57.g for end of year, records for other months	205.5.g & 207.99.g less 207.98.g for end of year, records for other months	Note B - page 2, column C	214.47.d for end of year, records for other months	227.8.c & 227.16.c for end of year, records for other months	111.57.c for end of year, records for other months	219.25.c less ARO for end of year, records for other months	219.28.c & 200.21.c less ARO for end of year, records for other months
1	December 2019	1,644,562	-	-	-	506,998	-	475,531	-
2	January 2020	144,461,470	36,212,777	-	-	506,998	337,201	706,629	58,276
3	February 2020	144,461,470	36,212,777	-	-	506,998	309,101	937,728	116,552
4	March 2020	144,461,470	36,212,777	-	-	506,998	281,001	1,168,826	174,828
5	April 2020	144,461,470	36,212,777	-	-	506,998	252,901	1,399,924	233,104
6	May 2020	144,461,470	36,212,777	-	-	506,998	224,801	1,631,022	291,380
7	June 2020	144,461,470	36,212,777	-	-	506,998	196,701	1,862,120	349,656
8	July 2020	144,461,470	36,212,777	-	-	506,998	168,601	2,093,219	407,932
9	August 2020	144,461,470	36,212,777	-	-	506,998	140,500	2,324,317	466,208
10	September 2020	144,461,470	36,212,777	-	-	506,998	112,400	2,555,415	524,484
11	October 2020	144,461,470	36,212,777	-	-	506,998	84,300	2,786,513	582,760
12	November 2020	144,461,470	36,212,777	-	-	506,998	56,200	3,017,611	641,036
13	December 2020	144,461,470	36,212,777	-	-	506,998	28,100	3,248,709	699,312
14	Average of the 13 Monthly Balances	133,475,554	33,427,179	-	-	506,998	168,601	1,862,120	349,656

Adjustments to Rate Base

Month (a)	Unamortized Regulatory Asset (b)	Unamortized Abandoned Plant (c)	Account No. 281	Account No. 282	Account No. 283	Account No. 190	Account No. 255
			Accumulated Deferred Income Taxes (Note E) (d)	Accumulated Deferred Income Taxes (Note E) (e)	Accumulated Deferred Income Taxes (Note E) (f)	Accumulated Deferred Income Taxes (Note E) (g)	Accumulated Deferred Investment Credit (Note I) (h)
	Note C	Note D	272.8.b & 273.8.k	274.2.b & 275.2.k	276.9.b & 277.9.k	234.8.b & c	Consistent with 266.8.b & 267.8.h
15	December 2019	-	-	(1,616,054)	-	-	-
16	January 2020	-	-	-	-	-	-
17	February 2020	-	-	-	-	-	-
18	March 2020	-	-	-	-	-	-
19	April 2020	-	-	-	-	-	-
20	May 2020	-	-	-	-	-	-
21	June 2020	-	-	-	-	-	-
22	July 2020	-	-	-	-	-	-
23	August 2020	-	-	-	-	-	-
24	September 2020	-	-	-	-	-	-
25	October 2020	-	-	-	-	-	-
26	November 2020	-	-	-	-	-	-
27	December 2020	-	-	-	(1,616,054)	-	-
28	Average of the 13 Monthly Balances	-	-	-	(1,616,054)	-	-

Attachment 4
 Rate Base Worksheet
 DesertLink, LLC

Reconciliation of CWIP in Rate Base to FERC Form 1 - Note B

		Total CWIP (a)	Less: CWIP and AFUDC Excluded from Rate Base (b)	CWIP allowed in Rate Base (c) = (a) - (b)
		216.b for end of year, records for other months	Company records	
29	December 2019	-	-	-
30	January 2020	-	-	-
31	February 2020	-	-	-
32	March 2020	-	-	-
33	April 2020	-	-	-
34	May 2020	-	-	-
35	June 2020	-	-	-
36	July 2020	-	-	-
37	August 2020	-	-	-
38	September 2020	-	-	-
39	October 2020	-	-	-
40	November 2020	-	-	-
41	December 2020	-	-	-
	Average of the 13 Monthly Balances	-	-	-

Unfunded Reserves (Notes A and F and G)

	(a)	(b)	(b.i)	(b.ii)	(c)	(d)	(e)	(f)	(g)	(h)
List of all reserves		FERC balance sheet account where reserves are recorded	FERC income statement account where expenses are recorded	Amount	Enter 1 if NOT in a trust or reserved account, enter zero (0) if included in a trust or reserved account	Enter 1 if the accrual account is included in the formula rate, enter (0) if the accrual account is NOT included in the formula rate	Enter the percentage paid for by customers less the percent associated with an offsetting liability on the balance sheet (Note H)	Allocation (Plant or Labor Allocator)	Amount Allocated, col. c x col. d x col. e x col. f x col. g	
42a	Reserve 1	-	-	-	-	-	-	-	-	
42b	Reserve 2	-	-	-	-	-	-	-	-	
43	Total	-	-	-	-	-	-	-	-	

Notes:

- A Calculate using 13 month average balance, except ADIT which is calculated based on the average of the beginning of the year and the end of the year balances
- B Recovery of CWIP in rate base must be approved by FERC. Lines 29-41 of page 2 provide a reconciliation of the Company's total CWIP to the CWIP allowed in rate base. The annual report filed pursuant to the Protocols
- C Recovery of a Regulatory Asset is permitted only for pre-commercial and formation expenses, and is subject to FERC approval before the amortization of the Regulatory Asset can be included in rates. Recovery of any
- D Recovery of abandoned plant is limited to any abandoned plant recovery authorized by FERC.
- E ADIT is computed using the average of the beginning of the year and the end of the year balances. Electric ADIT only, Excludes ARO-related ADIT.
- F The Formula Rate shall include a credit to rate base for all unfunded reserves (funds collected from customers that (1) have not been set aside in a trust, escrow or restricted account; (2) whose balance are collected from
- G Not all unfunded reserves are created only from contributions from customers. Many are created by creating an offsetting liability in whole or in part. Column (f) ensures only the portion of the unfunded reserve
- H The inputs in Column (f) are the percentage of the unfunded reserve that was created by an offsetting liability. The percentage shown in Column (f) is then equal to the percentage that customers have contributed to the
- I Balance of Account 255 will be reduced by prior flow throughs and excluded if the utility chooses to utilize amortization of tax credits against taxable income.

Attachment 5
Return on Rate Base Worksheet
DesertLink, LLC

RETURN ON RATE BASE (R)

		\$				
1	Long Term Interest (117, sum of 62.c through 67.c) (Note D)	3,249,050				
2	Preferred Dividends (118.29c) (positive number)	-				
3	Proprietary Capital (Line 25 (c))	102,463,817				
4	Less Preferred Stock (Line 9)	-				
5	Less Account 216.1 Undistributed Subsidiary Earnings (Line 25 (d))	-				
6	Less Account 219 Accum. Other Comprehensive Income (Line 25 (e))	-				
7	Common Stock (Sum of Lines 3 through 6)	102,463,817				
		\$	%	Cost	Weighted	
8	Long Term Debt	102,463,817	50.00%	3.171%	1.59%	=WCLTD
9	Preferred Stock	-	0.00%	0.00%	0.00%	
10	Common Stock	102,463,817	50.00%	9.80%	4.900%	
11	Total (Sum of Lines 8 through 10)	204,927,635			6.49%	=R

		(a)	(b)	(c)	(d)	(e)
Monthly Balances for Capital Structure		Long Term Debt (Note A)	Preferred Stock (112.3.c)	Proprietary Capital (112.16.c)	Undistributed Sub Earnings 216.1 (112.12.c)	Accum Other Comp. Income 219 (112.15.c)
12	December (Prior Year)	96,029,626	-	96,029,626	-	-
13	January	103,000,000	-	103,000,000	-	-
14	February	103,000,000	-	103,000,000	-	-
15	March	103,000,000	-	103,000,000	-	-
16	April	103,000,000	-	103,000,000	-	-
17	May	103,000,000	-	103,000,000	-	-
18	June	103,000,000	-	103,000,000	-	-
19	July	103,000,000	-	103,000,000	-	-
20	August	103,000,000	-	103,000,000	-	-
21	September	103,000,000	-	103,000,000	-	-
22	October	103,000,000	-	103,000,000	-	-
23	November	103,000,000	-	103,000,000	-	-
24	December	103,000,000	-	103,000,000	-	-
25	13-Month Average	102,463,817	-	102,463,817	-	-

Notes

- A Long Term debt balance will reflect the 13 month average of the balances, of which the 1st and 13th are found on page 112, lines 18.c to 21.c, in the Form No. 1; the cost is calculated
- B Preferred Stock balance will reflect the 13 month average of the balances, of which the 1st and 13th are found on page 112 line 3.c in the Form No. 1
- C Common Stock balance will reflect the 13 month average of the balances, of which the 1st and 13th are found on Form 1 page 112 line 16.c less lines 3.c , 12.c, and 15.c
- D Long-term interest will exclude any short-term interest included in FERC Account 430, Interest on Debt to Associated Companies

Attachment 6
Interest on True-Up
DesertLink, LLC

Line	Rate Year		Rate Year		Over (Under) Recovery
	Projected Revenue Requirement (Note A)		Actual Net Revenue Requirement (Note B)		
1	20,583,443	Less	\$ 20,583,443	Equals	\$ -

Note A - Projected ATRR for the true-up year from Page 1, Line 1 of Projection Appendix III minus Line 6 of Projection Appendix III.
Note B - Actual Net ATRR for the true-up year from Page 1, Line 9 of True-Up Appendix III.

	Over (Under) Recovery Plus Interest	Monthly Interest Rate on Attachment 6a	Months	Calculated Interest	Amortization	Surcharge (Refund) Owed
2	Interest Rate on Amount of Refunds or Surcharges	0.000%				

An over or under collection will be recovered pro rata over year collected, held for one year and returned pro rata over next year

<u>Calculation of Interest</u>						Monthly		
3	January	Rate Year	-	0.000%	12	-	-	-
4	February	Rate Year	-	0.000%	11	-	-	-
5	March	Rate Year	-	0.000%	10	-	-	-
6	April	Rate Year	-	0.000%	9	-	-	-
7	May	Rate Year	-	0.000%	8	-	-	-
8	June	Rate Year	-	0.000%	7	-	-	-
9	July	Rate Year	-	0.000%	6	-	-	-
10	August	Rate Year	-	0.000%	5	-	-	-
11	September	Rate Year	-	0.000%	4	-	-	-
12	October	Rate Year	-	0.000%	3	-	-	-
13	November	Rate Year	-	0.000%	2	-	-	-
14	December	Rate Year	-	0.000%	1	-	-	-
15						-	-	-

16	January through December	Rate Yr. + 1	-	0.000%	12	-	-	-
----	--------------------------	--------------	---	--------	----	---	---	---

<u>Over (Under) Recovery Plus Interest Amortized and Recovered Over 12 Months</u>						Monthly		
17	January	Rate Yr. + 2	-	0.000%	-	-	-	-
18	February	Rate Yr. + 2	-	0.000%	-	-	-	-
19	March	Rate Yr. + 2	-	0.000%	-	-	-	-
20	April	Rate Yr. + 2	-	0.000%	-	-	-	-
21	May	Rate Yr. + 2	-	0.000%	-	-	-	-
22	June	Rate Yr. + 2	-	0.000%	-	-	-	-
23	July	Rate Yr. + 2	-	0.000%	-	-	-	-
24	August	Rate Yr. + 2	-	0.000%	-	-	-	-
25	September	Rate Yr. + 2	-	0.000%	-	-	-	-
26	October	Rate Yr. + 2	-	0.000%	-	-	-	-
27	November	Rate Yr. + 2	-	0.000%	-	-	-	-
28	December	Rate Yr. + 2	-	0.000%	-	-	-	-
29						-	-	-

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

Attachment 6a
True-Up Interest Rate Calculator
DesertLink, LLC

This Attachment is used to compute the interest rate to be applied to each year's revenue requirement true-up.

Applicable FERC Interest Rate (Note A):		
1	Rate Year January	0.00%
2	Rate Year February	-
3	Rate Year March	-
4	Rate Year April	-
5	Rate Year May	-
6	Rate Year June	-
7	Rate Year July	-
8	Rate Year August	-
9	Rate Year September	-
10	Rate Year October	-
11	Rate Year November	-
12	Rate Year December	-
13	Rate Year Plus 1 January	-
14	Rate Year Plus 1 February	-
15	Rate Year Plus 1 March	-
16	Rate Year Plus 1 April	-
17	Rate Year Plus 1 May	-
18	Average Rate	0.00%
19	Monthly Average Rate	0.00%

Note A - Lines 1-17 are the FERC interest rates under section 35.19a of the regulations for the period shown. Line 18 is the average of lines 1-17.

Attachment 7
Weighted Average Federal and State Income Tax Rates
DesertLink, LLC

Line	Description	Source	Subchapter C Corporations	Individuals	Mutual Funds	Pensions, IRAs Keogh Plans	UBTI Entities	Non-Taxpaying Entities	Weighted Average
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	Weighted Marginal Federal Income Tax Rate	Note A	21.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
2	Allocated Income Percentage	Note B	100.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
3	Weighted Average	Line 1 x Line 2	21.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
4	Weighted Average Federal Income Tax Rate	Sum of Line 3, Col. (c)-(h)							21.00%
5	Weighted Marginal State Income Tax Rate	Note C	8.84%	0.00%	0.00%	0.00%	0.00%	0.00%	
6	Allocated Income Percentage	Note B	100.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
7	Weighted Average	Line 5 x Line 6	8.84%	0.00%	0.00%	0.00%	0.00%	0.00%	
8	Weighted Average State Income Tax Rate	Sum of Line 7, Col. (c)-(h)							8.84%

- A For each Rate Year, DesertLink will develop a schedule calculating the weighted average federal income tax rate for each category of partners.
 B This percentage is developed based on the distributive income allocated to each category of partners rather than their respective ownership percentages.
 C For each Rate Year, DesertLink will develop a schedule calculating the weighted average state income tax rate for each category of partners.

Attachment 8
Cost of Debt Prior to Issuing Non-Construction Financing
DesertLink, LLC

This Attachment 8 is to be utilized to determine the cost of debt prior to issuing non-construction financing. Once non-construction financing is issued the cost of debt shall be determined using the methodology described in Note Q on Appendix III. If construction debt has not or will not be issued when construction starts, a proxy rate will be used for the cost of debt, which will be supported in the initial section 205 filing. The proxy rate will be entered on line 36 of this attachment. If construction financing has been obtained, the cost of debt prior to the issuance of non-construction financing shall be based on the terms of the construction financing and determined below. Up-front fees including origination fees will be amortized and if construction financing is obtained, all rates, fees and monthly debt balances will be subject to true up pursuant to Attachment 9. Any hypothetical amounts in a filed template will be removed and replaced with actual amounts in the first year actual construction loans are borrowed or projected to be borrowed without the need for a section 205 filing to modify the template.

Line No		
1	Interest rate on Construction Debt for Rate Year - Line 19 (g)	#DIV/0!
2	Rate Year Debt Fee expense - Line 35 (e)	#DIV/0!
3	Total Cost of Debt - Sum of Lines 1 and 2	#DIV/0!
Interest Rate Information		
4	Commitment Fee Rate (%)	
5	Projected Average Drawn Rate for Rate Year (%) - Note A	

Month During Rate Year	Total Loan Amount (\$000)	Principal Drawn (\$000)	Unutilized Loan Balance (\$000)	Commitment Fee & Utilization Fee (\$000)	Interest Expense (\$000)	Effective Annual Interest Rate (%)
6	December Prior Year		-	-	-	
7	January		-	-	-	
8	February		-	-	-	
9	March		-	-	-	
10	April		-	-	-	
11	May		-	-	-	
12	June		-	-	-	
13	July		-	-	-	
14	August		-	-	-	
15	September		-	-	-	
16	October		-	-	-	
17	November		-	-	-	
18	December		-	-	-	
19	Average of the 13 Monthly Balances		#DIV/0!	-	-	#DIV/0!

Example Fee Calculation - All amounts represent actual rate year expenses.

Origination Fees	Rate/Fees	Gross Fee Amount (\$000)	Year Fee Incurred	Fee Amortization Period (years)	Rate Year Amortized Fee Amount, col. b / col. d	Prior Years Accumulated Fee Amortization	Unamortized Balance - End of Rate Year
20	Underwriting Discount	0.00%			#DIV/0!		#DIV/0!
21	Arrangement Fee	0.00%			#DIV/0!		#DIV/0!
22	Upfront Fee	0.00%			#DIV/0!		#DIV/0!
23	Rating Agency Fee	0.00%			#DIV/0!		#DIV/0!
24	Legal Fees	0.00%			#DIV/0!		#DIV/0!
25	Other	0.00%			#DIV/0!		#DIV/0!
26	Total Issuance Expense / Origination Fees - Sum of Lines 20-25		-		#DIV/0!	-	#DIV/0!
27							
28	Annual Fees						
29	Annual Rating Agency Fee	0.00%		N/A	-	N/A	N/A
30	Annual Bank Agency Fee	0.00%		N/A	-	N/A	N/A
31	Utilization Fee	0.00%		N/A	-	N/A	N/A
32	Other Fees	0.00%		N/A	-	N/A	N/A
33	Total Fees		-		#DIV/0!	-	#DIV/0!
34	13 Month Average Debt balance - Line 19 (c)				#DIV/0!		
35	Rate Year cost of fees				#DIV/0!		
36	Proxy Debt rate. Used prior to issuance of construction financing and supported in initial section 205 filing.		3.2220%				

Notes

A	Projected rate will be Average LIBOR for rate year + spread. Spread will be supported in initial section 205 filing. LIBOR will be updated based on information in the Wall Street Journal as of the 15th day of the month prior to population of this template.
	LIBOR
	Spread
	Total

Attachment 9
True-Up - Construction Financing Cost of Debt
DesertLink, LLC

This Attachment 9 is to be utilized only in the event construction financing has been obtained to compute the actual cost of debt to be included in the return on rate base calculation for the true-up. One time up-front debt fees, including origination fees will be amortized and included in the cost of debt. Any hypothetical amounts in a filed template will be removed and replaced with actual amounts in the first year actual construction loans are borrowed or projected to be borrowed without the need for a section 205 filing to modify the template.

Line No.

		\$
1	Long Term Interest and Fees (117, sum of 62.c through 67.c) -- Notes A and B	-
2	Line of Credit Fees (68.c) -- Note C	-
3	Total Interest and Fees	-
	13 Month Average Long-Term Debt - Notes A and D	
	Month During Rate Year	Long Term Debt
	(a)	(d)
4	December Prior Year	-
5	January	-
6	February	-
7	March	-
8	April	-
9	May	-
10	June	-
11	July	-
12	August	-
13	September	-
14	October	-
15	November	-
16	December	-
17	Average of the 13 Monthly Balances	-
18	True-Up Cost of Debt (Line 3 / Line 17)	#DIV/0!

Notes

- A Long Term debt balance will reflect the 13 month average of the balances, of which the 1st and 13th are found on page 112, line 24, columns d and c, respectively, in the Form No. 1; the cos
- B Long-term interest will exclude any short-term interest included in FERC Account 430, Interest on Debt to Associated Companies.
- C Line of credit fees will include only those related to long-term debt and not for short-term debt.
- D Long-term debt will exclude any short-term debt included in FERC Account 233, Notes Payable to Associated Companies.

Attachment 10
Depreciation Rates
DesertLink, LLC

INITIAL PROPOSED TRANSMISSION AND GENERAL PLANT DEPRECIATION RATES

Line No. INTANGIBLE PLANT		Initial Annual Depreciation Rates (Notes A and B)
1	301.0 Organization	2.00%
2	302.0 Franchises and Consents	2.00%
3	303.0 Computer Software	7.68%
3a	303.1 Contributions in Aid of Construction	Note C
TRANSMISSION PLANT		
4	350.2 Land Rights	1.55%
5	352.0 Structures & Improvements	0.99%
6	353.0 Station Equipment	1.67%
7	354.0 Towers & Fixtures	1.48%
8	355.0 Poles & Fixtures	2.52%
9	356.0 Overhead Conductors & Devices	2.26%
10	357.0 Underground Conduit	1.61%
11	358.0 Underground Conduit & Devices	2.21%
12	359.0 Roads and Trails	1.74%
GENERAL PLANT		
13	391.0 Office Furniture & Equipment	5.00%
14	391.1 Computer Hardware	20.00%
15	392.0 Transportation Equipment	9.44%
16	393.0 Stores Equipment	5.00%
17	397.0 Communication Equipment	6.67%

Notes

- A Taken directly from DesertLink affiliate Nevada Power Company for property in same FERC accounts, other than Accounts 301.0 and 302.0.
- B These depreciation rates will not be changed absent a FERC order.
- C In the event a Contribution in Aid of Construction (CIAC) is made for a transmission facility, the transmission depreciation rates above will be weighted based on the relative amount of underlying plant booked to the accounts shown in lines 4-12 above, and the resultant weighted average depreciation rate will be used to amortize the CIAC. The CIAC depreciation rate for each facility will be determined at the time the plant is placed into service, and will not change without FERC approval.

For the twelve months ended 12/31/2020

Attachment 11
 Prior Period Adjustments
 DesertLink, LLC

<u>Line No.</u>	<u>Description</u>	<u>Source</u>	<u>(a)</u> <u>Revenue Impact of Correction</u>	<u>(b)</u> Calendar Year
				<u>Revenue Requirement</u>
1	Filing Name and Date			-
2	Original Revenue Requirement			-
3				
4	Description of Correction 1			-
5	Description of Correction 2			-
6				
7	Total Corrections	Line 4 + 5		-
8				
9	Corrected Revenue Requirement	Line 2 + 7		-
10				
11				
12	Total Corrections	Line 7		-
13				
14	Average Monthly FERC Refund Rate	Note A		0.00%
15	Number of Months of Interest	Note B		30
16	Interest on Correction	Line 12 x 14 x 15		-
17				
18	Total Annual Amount Due from / (to) Customers	Line 12 + 16		-

Notes

- A The interest rate on corrections will be the average monthly FERC interest rate for the period from the beginning of the year being corrected through the most recent month available as of
- B The number of months interest due on the correction will be the number of months from the beginning of the year being corrected through June of the year in which the correction will be

Attachment 12
Revenue Credit Detail
DesertLink, LLC

Line No.	(Note A)	Source	(a) Company Total	(b) Less: Non Transmission	(c) = (a) - (b) Transmission-related
1	Account 454 - Rent from Electric Property				
2	Joint pole attachments - telephone	Company books	-	-	-
3	Joint pole attachments - cable	Company books	-	-	-
4	Underground rentals	Company books	-	-	-
5	Transmission tower wireless rentals	Company books	-	-	-
6	Other rentals	Company books	-	-	-
7	Other rentals	Company books	-	-	-
8	Account 454 Revenue Credit	Form 1 300.19.b	-	-	-
9	Account 456.1 Other Operating Revenues				
10	CAISO NITS	Company books	-	-	-
11	CAISO Point to Point	Company books	-	-	-
12	Over/Under recovery deferral	Company books	-	-	-
13	Other Transmission Service Revenues	Company books	-	-	-
14	Other	Company books	-	-	-
15	Total Per Books	Form 1 330.n	-	-	-
16	Less: revenues received pursuant to this Formula Rate		-	-	-
17	Less: Over/Under recovery deferral		-	-	-
18	Account 456.1 Revenue Credit	(Line 15 - line 16 - line 17)	-	-	-
19	Total Revenue Credits	(Line 8 + line 18)	-	-	-

Note A All 454 and 456.1 revenues will be detailed from Company books and records or FERC Form 1, and additional rows added if necessary. Non-transmission-related amounts will be deducted to determine transmission-related amounts.

Accumulated Deferred Income Taxes and Regulatory Assets/Liabilities for Excess/Deficient ADIT - Proration Adjustments (Projected Revenue Requirement)

Line No.

1	Rate year =	2020
2	Test period days after rates become effective	366

Note 1 - The computations on this workpaper apply the proration rules of Treasury Regulation Sec. 1.167(l)-1(h)(6) to the annual activity of depreciation-related accumulated deferred income taxes that are subject to the normalization requirements. Activity related to the portions of the account balances not subject to the proration requirement is averaged instead of prorated.

Note 2 - Accumulated deferred income tax amounts reflected in rate base exclude ADIT related to assets and liabilities excluded from rate base, including amounts related to asset retirement obligations, other post-employment benefit obligations and tax-related regulatory assets and liabilities.

5	Account 282 - Accumulated Deferred Income Taxes	Amount debit / <credit>
6	Beginning Balance	(2,756,018)
7	Less: Portion not related to transmission	-
8	Less: Portion not reflected in rate base	(1,891,924)
9	Subtotal: Portion reflected in rate base	(864,094)
10	Less: Portion subject to proration	-
11	Portion subject to averaging	(864,094)
12	Ending Balance	(5,140,714)
13	Less: Portion not related to transmission	-
14	Less: Portion not reflected in rate base	(2,689,389)
15	Subtotal: Portion reflected in rate base	(2,451,325)
16	Less: Portion subject to proration (before proration)	(1,102,100)
17	Portion subject to averaging (before averaging)	(1,349,225)
18	Ending balance of portion subject to proration (prorated)	(509,395)
19	Average balance of portion subject to averaging	(1,106,659)
20	Amount reflected in rate base	(1,616,054) Attachment III, pg. 2, line 20, col. 5

Note 3 - Accumulated deferred income tax activity in account 282 subject to the proration rules relates differences between depreciation methods and lives for public utility property and any other amounts subject to the Section 168 or other normalization requirements.

22 **Account 282 - Accumulated Deferred Income Taxes**

	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	Month	Year	Forecasted Monthly Activity debit / <credit>	Forecasted Month- end Balance debit / <credit>	Days until End of Test Period	Days in Test Period	Prorated Forecasted Monthly Activity debit / <credit>	Forecasted Prorated Month- end Balance debit / <credit>
23								
24	December 31,	2019	NA	-	NA	366	NA	-
25	January	2020	(91,842)	(91,842)	336	366	(84,314)	(84,314)
26	February	2020	(91,842)	(183,683)	307	366	(77,037)	(161,350)
27	March	2020	(91,842)	(275,525)	276	366	(69,258)	(230,608)
28	April	2020	(91,842)	(367,367)	246	366	(61,730)	(292,338)
29	May	2020	(91,842)	(459,208)	215	366	(53,951)	(346,288)
30	June	2020	(91,842)	(551,050)	185	366	(46,423)	(392,711)
31	July	2020	(91,842)	(642,892)	154	366	(38,644)	(431,355)
32	August	2020	(91,842)	(734,733)	123	366	(30,865)	(462,220)
33	September	2020	(91,842)	(826,575)	93	366	(23,337)	(485,556)
34	October	2020	(91,842)	(918,417)	62	366	(15,558)	(501,114)
35	November	2020	(91,842)	(1,010,258)	32	366	(8,030)	(509,144)
36	December	2020	(91,842)	(1,102,100)	1	366	(251)	(509,395)
37	Total		(1,102,100)					

DesertLink, LLC
2020 Projected Appendix III
Workpaper #2
Listing of Permanent Book/Tax Differences

The book/tax differences reflected in recoverable income tax expense are differences between revenues and expenses reflected in the revenue requirement and revenue and deductions reflected in taxable income. As such, non-operating (below-the-line) expenses and income are not included (e.g., accrual of AFUDC-equity, certain lobbying costs). Book depreciation of capitalized AFUDC-equity is reflected in ratemaking, but not for income tax purposes, and, thus, is a permanent book/tax difference in this context.

	Amount per Formula Rate
Permanent differences per tax return	
Depreciation of AFUDC-equity	188,102
Total permanent book/tax differences	<u>188,102</u>
Tax rate	27.98%
Tax effect of permanent book/tax differences	<u><u>52,638</u></u>

DesertLink, LLC
2020 Projected Appendix III
Workpaper #3
Weighted Average Federal and State Income Tax Rates

Line	Description	Subchapter C Corporations	Weighted Average
1	Weighted Marginal Federal Income Tax Rate (Note A)	21.00%	
2	Allocated Income Percentage	100.00%	
3	Weighted Average	21.00%	
4	Weighted Average Federal Income Tax Rate		21.00%
5	Weighted Marginal State Income Tax Rate (Note B)	8.84%	
6	Allocated Income Percentage	100.00%	
7	Weighted Average	8.84%	
8	Weighted Average State Income Tax Rate		8.84%

- A DesertLink is 100% indirectly owned by LSP Transmission Holdings which is taxed as a corporation. □
- B California corporate income tax rate.