

**AMP Transmission, LLC
Annual Update for Rate Year 2019**

**AMPT's Responses to
Data Requests dated July 20, 2020 from FirstEnergy Service Company**

AMP Transmission, LLC ("AMPT"), for its Responses to FirstEnergy Service Company's Data Request regarding AMPT's annual update for rate year 2019, states as follows:

DATA REQUESTS AND RESPONSES

FE 1-1. Please provide copies of AMPT's responses to data requests served by any other party that relate to the 2019 ATRR.

Response: To date, no other party has served data requests on AMPT. To the extent that AMPT receives any additional data requests, AMPT will provide a copy of its responses to FirstEnergy Service Company.

FE 1-2. Please provide a detailed explanation of the variance between the draws on the working capital loan as per the 2019 ATRR, \$1,968,863, and the \$500,000 that was projected in the 2019 PTRR.

Response: AMPT was formed in 2018, and 2019 was the first year for which AMPT developed a projected transmission revenue requirement ("PTRR"). At the time it was prepared, the 2019 PTRR reflected AMPT's best estimate of its working capital needs. AMPT underestimated the amount of required working capital. In particular, the costs of labor and overhead, outside legal services and outside consulting services made up the most significant portion of working

capital needs that exceeded the projected amount. In total, the working capital requirements associated with Labor and Overhead, Outside Legal Services, and Outside Services (consultants) totaled \$1.6 million of the \$1.97 million of the actual working capital requirement.

FE 1-3. For each of AMPT's asset acquisitions (*i.e.*, City of Napoleon, City of Amherst, and City of Wadsworth), please provide:

a. the specific terms for each of the loans AMPT entered into to finance the acquisition, including interest structure, principle [*sic*] repayment terms, and length of the loan.

b. a detailed explanation for why AMPT chose AMPT's affiliate, AMP, to be the lender for each of the loans described in (a) above versus seeking loans from third party lenders.

Response:

- a. SEE CONFIDENTIAL RESPONSE UNDER SEPARATE COVER.
- b. AMPT explored financing options from third party lenders and selected the least-cost option in each case.