

ABOUT ITC INTERCONNECTION LLC

ITC Interconnection LLC (ITCI) explores non-traditional transmission investment opportunities including interconnections for generation and system network upgrades for existing and new generation. ITCI is a wholly-owned affiliate of ITC Holdings Corp., the nation's largest independent electric transmission company. ITCI was formed in 2014 to support the expansion and diversification of ITC's development opportunity space. ITC's historical focus on transmission and grid expansion drives operational excellence and delivers superior value for customers, communities and other stakeholders.

Through its ITCI subsidiary, ITC is positioned to expand its business development outreach to independent generators both inside and outside the current ITC footprint. Specifically, ITCI is looking for opportunities with generators who:

- Currently own generation interconnection facilities
- Are in the process of constructing interconnection facilities
- Might be interested in divesting these assets and/or ownership responsibilities

By having ITCI acquire, own and operate these generation tie-line facilities, the generator entity need not:

- Tie-up its capital funds on the facilities
- Incur the operational and maintenance responsibilities associated with transmission
- Bear the potential liabilities associated with any applicable NERC T.O. compliance

ITC's business model allows for a flexible approach to transmission-related development opportunities. The company's unique position within this industry enables it to focus on facilitating access to competitive energy markets and modernizing the grid in such a way that a variety of energy resources can be efficiently interconnected to the grid so customers throughout the region reap the benefits.

ITC is positioned to expand its business development opportunity space to include other generation companies, both inside and outside the current ITC footprint.



ITCI PROJECT TO PROVIDE NEW INTERCONNECTION TO PJM

New Covert Generating Company, LLC, owner of a merchant power plant near Covert, Michigan, plans to directly interconnect its existing 1,100-megawatt plant with the PJM Interconnection market by June 2016. The project requires construction of a substation, a 345-kilovolt (kV) transmission line and transmission system upgrades. ITC Interconnection LLC will own and operate the project. While the project is small in nature, it is an important building block in providing a framework for further opportunities with generators to interconnect their generating resources.

Project details:

- ~1 mile 345kV line + related sub facilities
- Under a bi-lateral agreement, ITCI will receive a return on and of its capital investment for the project; cost recovery for the project is outside of regulated rates at ITC's other operating companies.

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