



**Management's Assertion Regarding
ITC Midwest's
Use of Proceeds for Eligible Green Projects from Green Bond Issuance
For the period from November 2020 through April 2022**



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Independent Accountant's Report

To ITC Midwest, LLC
Novi, MI

We have examined management of ITC Midwest LLC's ("ITCMW") assertion that an amount equal to or in excess of \$150.0 million of the \$150.0 million net proceeds from the October 12, 2022 issuances of the \$75.0 million Series K 3.87% and \$75.0 million Series L 4.53% First Mortgage Bonds due October 12, 2027 and October 12, 2052 (the "Bonds"), respectively, has been disbursed by ITCMW during the period from November 2020 through April 2022 to Eligible Green Projects in accordance with the Eligible Green Projects Criteria set forth in Note 1 to ITC Midwest's Use of Proceeds for Eligible Green Projects from Green Bond Issuance Report ("management's assertion"). ITCMW's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is presented in accordance with the criteria, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the engagement.

Our examination was not conducted for the purpose of evaluating (i) the completeness of the amount used for Eligible Green Projects set forth in ITCMW's Use of Proceeds for Eligible Green Projects from Green Bond Issuance Report, (ii) the environmental benefits of the Eligible Green Projects, or (iii) conformance of the Eligible Green Projects with any third-party published principles, standards or frameworks, such as the Green Bond Principles, published by the International Capital Market Association. Accordingly, we do not express an opinion or any other form of assurance other than on management's assertion included in the accompanying Use of Proceeds for Eligible Green Projects from Green Bond Issuance Report.

In our opinion, management's assertion that an amount equal to or in excess of \$150.0 million of the \$150.0 million net proceeds from the October 12, 2022 issuances of the \$75.0 million Series K 3.87% and \$75.0 million Series L 4.53% First Mortgage Bonds due October 12, 2027 and October 12, 2052, respectively, has been disbursed by ITCMW during the period from November 2020 through April 2022 to Eligible Green Projects in accordance with the Eligible Green Projects Criteria set forth in Note 1 to ITC Midwest's Use of Proceeds for Eligible Green Projects from Green Bond Issuance Report is presented in accordance with the criteria, in all material respects.

September 13, 2023



**Management's Assertion Regarding
ITC Midwest's
Use of Proceeds for Eligible Green Projects from Green Bond Issuance**

ITC Midwest ("ITCMW" or the "Company") is responsible for the completeness, accuracy, and validity of ITCMW's Use of Proceeds for Eligible Green Projects from Green Bond Issuance Report (the "Report"). Management of the Company asserts that an amount equal to or in excess of \$150.0 million of the net proceeds from the October 12, 2022 issuances of the \$75.0 million Series K 3.87% First Mortgage Bonds (Due October 12, 2027) and \$75.0 million Series L 4.53% First Mortgage Bonds (Due October 12, 2052) (the "Bonds"), respectively, has been disbursed by ITCMW during the period from November 2020 through April 2022 to Eligible Green Projects in accordance with the Eligible Green Projects Criteria set forth in Note 1 to the Report.

Green Bond Proceeds

(\$ in millions)

Issuance Date:	October 12, 2022
Series K 3.87% First Mortgage Bonds (Due October 12, 2027) \$	75.0
Series L 4.53% First Mortgage Bonds (Due October 12, 2052)	75.0
Total Green Bond Net Proceeds	\$ 150.0

Disbursement of Funds to Eligible Green Projects

Project Name	Project Type	Status	Amount Disbursed November 2020-April 2022 (\$ in millions) ¹
Beaver Creek to Grimes 345kV Network Upgrades	Renewable Energy	Completed	0.8
Huntley to Wilmarth 345kV Line	Renewable Energy	Completed	29.9
J1050 Doud 161 kV Network Upgrades	Renewable Energy	Completed	0.1
J1164 Magnolia Reconstruction Network Upgrades	Renewable Energy	In Process	0.4
J1181 Lasalle 345 kV Network Upgrades	Renewable Energy	In Process	0.7
J1181 Lasalle 345 kV Network Upgrades	Renewable Energy	Completed	0.1
J407 Glenworth 161 kV Generator Interconnection	Renewable Energy	Completed	0.1
J475 Powersheik to Irvine Network Upgrades	Renewable Energy	Completed	2.5
J498 Beaver Creek ITCM-MEC Generation Interconnection	Renewable Energy	Completed	0.2
J504 DAEC Expansion Network Upgrades	Renewable Energy	Completed	0.2
J523 Adams Expansion Network Upgrades	Renewable Energy	Completed	0.8
J535 Grand Avenue MEC-ITCM Jointly Owned Network Upgrades	Renewable Energy	Completed	2.4
J836 Ledyard 345 kV Network Upgrades	Renewable Energy	Completed	0.8
MVP Project #3	Renewable Energy	Completed	1.0
MVP Project #4	Renewable Energy	Completed	0.2
MVP Project #5	Renewable Energy	In Process	82.2
MVP Project #5	Renewable Energy	Completed	12.6
MPFCA 345 kV Capacitor Banks Network Upgrades	Renewable Energy	Completed	15.0
Total Disbursement of Net Proceeds			\$ 150.0

¹ Amount disbursed may not reflect the full project cost. The eligible time period for Eligible Green Project disbursements includes the term of the Bonds and the 24 months prior to the issuance date of the Bonds.

Note 1: Eligible Green Projects Criteria

- ITCMW's Eligible Green Projects disbursements are defined as investments and expenditures made for transmission infrastructure that supports the connection of renewable wind and/or solar generation facilities to the power grid. The eligible time period for Eligible Green Project disbursements includes the term of the Bonds and the 24 months prior to the issue date of the Bonds.